

ANNUAL FINANCIAL REPORT
ROANE COUNTY, TENNESSEE

FOR THE YEAR ENDED JUNE 30, 2019



DIVISION OF LOCAL GOVERNMENT AUDIT



**ANNUAL FINANCIAL REPORT
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FOR THE YEAR ENDED JUNE 30, 2019**

***COMPTROLLER OF THE TREASURY
JUSTIN P. WILSON***

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This financial report is available at www.comptroller.tn.gov

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Summary of Audit Findings

Annual Financial Report
Roane County, Tennessee
For the Year Ended June 30, 2019

Scope

We have audited the basic financial statements of Roane County as of and for the year ended June 30, 2019.

Results

Our report on Roane County's financial statements is unmodified.

Our audit resulted in two findings and recommendations, which we have reviewed with Roane County management. Detailed findings, recommendations, and management's responses are included in the Single Audit section of this report.

Findings

The following are summaries of the audit findings:

OFFICE OF COUNTY EXECUTIVE

- ◆ The Ambulance Service had accounting deficiencies.

OFFICE OF DIRECTOR OF SCHOOLS

- ◆ Expenditures exceeded appropriations in one of 25 major appropriations categories of the General Purpose School Fund.

INTRODUCTORY SECTION

Roane County Officials

June 30, 2019

Officials

Ron Woody, County Executive
Dennis Ferguson, Road Superintendent
Gary Aytes, Director of Schools
Chris Mason, Trustee
Molly Hartup, Assessor of Property
Beth Johnson, County Clerk
Ann Goldston, Circuit and General Sessions Courts Clerk
Shannon Conley, Clerk and Master
Sharon Brackett, Register of Deeds
Jack Stockton, Sheriff
Connie Aytes, Director of Accounts and Budgets
Lynn Farnham, Purchasing Agent

Board of County Commissioners

Randy Ellis, Chairman	
David Bell	Shannon Hester
Ron Berry	Allen Hickman
Charlotte Bowers	Mike Hooks
David Brashears	Darryl Meadows
Benny East	Stanley Moore
Ben Gann	Jerry White
Junior Hendrickson	Ben Wilson

Board of Education

Nadine Jackson, Chairperson	Vic King
Larry Brackett	Darrell Langley
Sam Cox	Michael Miller
Rob Jago	Michael Taylor
Hugh Johnson	Danny Wright

Audit Committee

Suzy Jones, Chairman	Doris Thompson
Vic King	Harriet Walker
Darryl Meadows	

FINANCIAL SECTION



JUSTIN P. WILSON
Comptroller

JASON E. MUMPOWER
Deputy Comptroller

Independent Auditor's Report

Roane County Executive and
Board of County Commissioners
Roane County, Tennessee

To the County Executive and Board of County Commissioners:

Report on the Financial Statements

We have audited the accompanying financial statements of the governmental activities, the business-type activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of Roane County, Tennessee, as of and for the year ended June 30, 2019, and the related notes to the financial statements, which collectively comprise the county's basic financial statements as listed in the table of contents.

Management's Responsibility for the Financial Statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with accounting principles generally accepted in the United States of America; this includes the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

Auditor's Responsibility

Our responsibility is to express opinions on these financial statements based on our audit. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the

entity's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions.

Opinions

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of Roane County, Tennessee, as of June 30, 2019, and the respective changes in financial position and, where applicable, cash flows thereof and the respective budgetary comparison for the General and Highway/Public Works funds for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Other Matters

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis, and the schedules of changes in the county's net pension liability and related ratios, schedules of county and school contributions, schedule of school's proportionate share of the net pension liability, and schedules of county and school changes in the total other postemployment benefits liability and related ratios, as listed in the table of contents, be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board, who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Supplementary and Other Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise Roane County's basic financial statements. The combining and individual nonmajor fund financial statements, budgetary comparison schedules of nonmajor governmental funds, the major debt service funds, and the General Capital Projects Fund, combining and individual fund financial statements of the Roane County School Department (a discretely presented component unit), miscellaneous schedules and the other information such as the introductory section and management's corrective action plans are presented for purposes of additional analysis and are not a required part of the basic financial statements. The schedule of expenditures of federal awards is also presented for purposes of additional analysis as required by Title 2 U.S. *Code of Federal Regulations* Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards*, and is not a required part of the basic financial statements.

The combining and individual nonmajor fund financial statements, budgetary comparison schedules of nonmajor governmental funds, the major debt service funds, and the General Capital Projects Fund, combining and individual fund financial statements of the Roane County School Department (a discretely presented component unit), schedule of expenditures of federal awards, and miscellaneous schedules are the responsibility of management and were derived from and relate directly to the underlying accounting and other records used to prepare the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the combining and individual nonmajor fund financial statements, budgetary comparison schedules of nonmajor governmental funds, the major debt service funds, and the General Capital Projects Fund, combining and individual fund financial statements of the Roane County School Department (a discretely presented component unit), schedule of expenditures of federal awards, and miscellaneous schedules are fairly stated in all material respects in relation to the basic financial statements as a whole.

The introductory section and management's corrective action plans have not been subjected to the auditing procedures applied in the audit of the basic financial statements, and accordingly, we do not express an opinion or provide any assurance on them.

Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued our report dated October 31, 2019, on our consideration of Roane County's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is solely to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the effectiveness of Roane County's internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering Roane County's internal control over financial reporting and compliance.

Very truly yours,



Justin P. Wilson
Comptroller of the Treasury
Nashville, Tennessee

October 31, 2019

JPW/tg

**Roane County, Tennessee
Management's Discussion and Analysis
For the Year Ended June 30, 2019**

This discussion and analysis of Roane County's financial performance provides an overall view of the county's financial activities for the year ended June 30, 2019. In addition, this discussion and analysis includes an overall view of the Discretely Presented Component Unit (DPCU) Roane County School Department. A separate set of financial statements is not issued for the Roane County School Department. The intent of this discussion and analysis is to look at the county's and the DPCU School Department's financial performance as a whole. Readers should also review the notes to the basic financial statements to enhance their understanding of the county's financial performance as well as the DPCU School Department's financial performance.

FINANCIAL HIGHLIGHTS FOR FY 2019

Key financial highlights for 2019 are as follows:

In total, net position of the primary government increased by \$6.1 million, and net position of the DPCU School Department increased by \$5.6 million. In the primary government, most of the negative unrestricted net position balance (\$3.9 million) is related to the fact that school buildings constructed with county debt are recorded as an asset for the DPCU School Department while the debt issued to fund those capital assets is recorded as a liability for the primary government. Net position of the primary government is related to governmental and business-type activities. Net position of the DPCU School Department is related to governmental activities.

General revenues of the primary government accounted for \$21.5 million in revenue or 60 percent of all revenues. Program specific revenues in the form of charges for services, operating grants and contributions, and capital grants and contributions accounted for \$14.3 million or 40 percent of total revenues of \$35.9 million. General revenues of the DPCU School Department were \$59.3 million.

Total assets in the primary government were \$101.2 million as net taxes receivable totaled \$17.6 million; cash totaled \$30.8 million; capital assets, net of accumulated depreciation totaled \$47.5 million, and net pension assets totaled \$3.1 million. Total assets in the DPCU School Department were \$98.9 million as net taxes receivable totaled \$16.1 million; cash totaled \$11.3 million; capital assets, net of accumulated depreciation totaled \$64.2 million, and net pension assets totaled \$5 million.

The primary government had \$29.7 million in expenses related to governmental activities, with \$14.3 million of these expenses offset by program specific charges for services, grants, or contributions. General revenues (primarily property taxes of \$15.3 million) were adequate to provide current funding for these programs. The DPCU School Department had \$60.3 million in expenses related to governmental activities; \$6.6 million of these expenses were offset by program specific charges for services, grants, or contributions. General revenues of the DPCU School Department (primarily Basic Education Program revenues of

\$31.1 million and property taxes and sales taxes of \$15.7 and \$8.6 million, respectively) were adequate to provide current funding for these programs.

Among major governmental funds, the General Fund had \$17.8 million in revenues and \$17 million in expenditures. The Highway/Public Works Fund had \$3.9 million in revenues and \$3.1 million in expenditures. The General Debt Service Fund had \$3.3 million in revenues and \$3.1 million in expenditures. The Rural Debt Service Fund had \$1.5 million in revenues and \$1.6 million in expenditures. The General Capital Project Fund had \$1.4 million in revenues and \$2.6 million in expenditures. Fund balance for the General and Highway/Public Works funds decreased by \$155 thousand and \$688 thousand, respectively. Fund balances for the General Debt Service increased by \$853 thousand and Rural Debt Service decreased by \$149 thousand. Fund balance for the General Capital Project Fund increased by \$6.6 million. The major Public Utility Fund (business-type activity) had operating revenues of \$1.2 million and operating expenses of \$954 thousand.

Using This Annual Financial Report (AFR)

This annual financial report consists of a series of financial statements and notes to those statements. These statements are organized so the reader can understand Roane County as a financial whole (and entire operating entity). The statements then proceed to provide an increasingly detailed look at specific financial activities.

The Statement of Net Position and the Statement of Activities present an aggregate view of the entire county's finances. Fund financial statements provide the next level of detail. For governmental funds, these statements tell how services were financed in the short-term as well as what remains for future spending. The fund financial statements also look at the county's most significant funds with all other nonmajor funds presented in total in one column. In the case of Roane County, the General Fund is by far the most significant fund. Other major funds include the Highway/Public Works, General Debt Service, Rural Debt Service, and General Capital Projects fund. In the case of the DPCU School Department, the General Purpose School fund is the only major fund.

Reporting the County as a Whole

Statement of Net Position and the Statement of Activities

While this document contains a large number of funds used by the county and the DPCU School Department to provide programs and financial activities during 2019, the Statement of Net Position and the Statement of Activities provide a broader picture of the financial activities during 2019. These statements include all assets and liabilities using the accrual basis of accounting similar to the accounting method used by most private-sector companies. This basis of accounting takes into account all of the current-year's revenues and expenses regardless of when cash is received or paid.

These two statements report the county's net position and changes in those positions as well as those of the county's discretely presented component units. This change in position is important because it tells the reader that, for the county and its discretely presented component units as a whole, whether their financial position has improved or diminished. The cause of this change may be the result of many factors, some financial, some not.

In the Statement of Net Position and the Statement of Activities, the county reports its activities as governmental and business-type. The county's governmental activities reported here include: general government; finance; administration of justice; public safety; public health and welfare; social, cultural, and recreational services; agriculture and natural resources; highways; education; and interest on long-term debt. The county's business-type activities report sewer water treatment.

These services are funded primarily by taxes and intergovernmental revenues, including federal and state grants and other shared revenues. For the DPCU School Department, its activities are also reported as governmental activities. The DPCU School Department's programs and services are reported there. These services are also funded primarily by taxes and intergovernmental revenues including federal and state grants and other shared revenues.

Reporting on the County's Most Significant Funds

Fund Financial Statements

A fund is a grouping of related accounts that is used to maintain control over resources that have been segregated for specific activities or objectives. The county and its DPCU School Department, like other state and local governments, use fund accounting to ensure and demonstrate compliance with finance-related legal requirements. All of the funds of the county and the DPCU School Department can be divided into three categories: governmental, proprietary, and fiduciary.

Fund financial reports provide detailed information about the county's major funds. The county uses many funds to account for a multitude of financial transactions. However, these fund financial statements focus on the county's most significant funds. The county's major governmental funds are the General, Highway/Public Works, General Debt Service, Rural Debt Service and General Capital Projects fund. The DPCU School Department's major governmental fund is the General Purpose School fund.

Governmental Funds – Governmental funds are used to account for essentially the same functions reported as governmental activities in the government-wide financial statements. However, unlike the government-wide financial statements, governmental fund financial statements focus on near-term inflows and outflows of spendable resources, as well as on balances of spendable resources available at the end of the fiscal year. Such information may be useful in evaluating a government's near-term financing requirements.

Because the focus of the governmental funds is narrower than that of the government-wide statements, it is useful to compare the information presented for governmental funds with similar information presented for governmental activities in the government-wide financial statements. By doing so, readers may better understand the long-term impact of the government's near-term financing decisions. Both the governmental fund balance sheet and the governmental fund statement of revenues, expenditures, and changes in fund balances provide a reconciliation to facilitate this comparison between governmental funds and governmental activities.

The county and the DPCU School Department maintain many individual governmental funds. Information is presented separately in the governmental funds balance sheet and in the governmental statement of revenues, expenditures, and changes in fund balances for the major funds, which were identified earlier. Data from the other governmental funds are combined into a single aggregated presentation. Individual fund data for each of these nonmajor governmental funds is provided in the form of combining statements elsewhere in this report. Please refer to the Table of Contents to locate these statements.

Proprietary Funds – Proprietary funds are used to account for activities where the emphasis is placed on net income determination. The county maintained two different types of proprietary funds – an enterprise fund and two internal service funds. Enterprise funds are used to report the same functions presented as business-type activities in the government-wide financial statements. The county had one enterprise fund to account for sewer water treatment. Internal service funds are accounting devices used to accumulate and allocate costs internally among the county’s various functions. The county uses two internal service funds. Specifically, the Workers’ Compensation Fund and the Employee Dental Insurance Fund account for risk management activities related to workers’ compensation risks and dental insurance provided to county employees and their dependents. Because internal service funds predominantly benefit governmental rather than business-type functions, their assets and liabilities have been included with governmental activities in the government-wide financial statements.

The county’s enterprise fund, Public Utility Fund, is a major fund and is reported separately in the government-wide and fund financial statements. The internal service funds are combined within the governmental activities in the government-wide statements and are presented separately in the fund financial statements.

Fiduciary Funds – Fiduciary funds are used to account for resources held for the benefit of parties outside the county. Fiduciary funds are not reflected in the government-wide financial statements because the resources of those funds are not available to support the county’s own programs. The accounting used to report fiduciary funds is much like that used to report proprietary funds. Please refer to the Table of Contents to locate these statements.

Notes to the Financial Statements – The notes to the financial statements provide additional information that is essential to the full understanding of the data provided in the government-wide and fund financial statements. Please refer to the Table of Contents to locate these notes.

Other information – In addition to the basic financial statements and accompanying notes, this report also presents combining and individual fund statements and schedules. Please refer to the Table of Contents to locate these statements and schedules.

Government-wide Financial Analysis

Net position may serve over time as a useful indicator of a government’s financial position. In the case of the county, assets and deferred outflows of resources exceeded liabilities and deferred inflows of resources by \$40.3 million at the close of the most recent fiscal year. For

the DPCU School Department, assets and deferred outflows exceeded liabilities and deferred inflows of resources by \$75.3 million at the close of the most recent fiscal year.

A large portion of the county's net position reflects its investment in capital assets (e.g. land, buildings, infrastructure, machinery, and equipment), less any related debt used to acquire those assets that is still outstanding. The county uses these capital assets to provide services to citizens; consequently, these assets are not available for future spending. The same holds true for the DPCU School Department. A large portion of its net position reflects its investment in capital assets as described above.

Although the county's and the DPCU School Department's investment in capital assets is reported net of related debt, it should be noted that the resources needed to repay this debt must be provided from other sources, since capital assets cannot be used to liquidate these liabilities.

Table 1a provides a summary of the county's and the DPCU School Department's net position for 2019, for their governmental activities as well as a comparison with the prior year. Table 1b provides a summary of the county's net assets for 2019, for its business-type activities.

An additional portion of the county's net assets, \$16.4 million, represents resources that are subject to external restrictions on how they may be used. In the DPCU School Department, \$7.2 million of net assets are subject to external restrictions.

Table 2a shows the changes in net position for fiscal year 2019, and a comparison with the prior year for the county and the DPCU School Department for their governmental activities. Table 2b shows the changes in net position for fiscal year 2019, and a comparison with the prior year for the county's business-type activities.

Table 1a
Roane County Government and DPCU School Department Net Position

Governmental Activities

	Roane County Government		DPCU School Department	
	2019	2018	2019	2018
Assets:				
Current and Other Assets	\$ 51,929,968	\$ 39,730,678	\$ 34,768,795	\$ 27,512,507
Capital Assets	41,345,620	41,330,799	64,171,009	66,492,300
Total Assets	\$ 93,275,588	\$ 81,061,477	\$ 98,939,804	\$ 94,004,807
Deferred Outflows of Resources				
Deferred Amounts Related to Pensions	\$ 938,306	\$ 1,206,189	\$ 5,271,067	\$ 5,343,208
Deferred Amounts Related to OPEB	127,013	122,583	1,987,768	535,153
Total Deferred Outflows of Resources	\$ 1,065,319	\$ 1,328,772	\$ 7,258,835	\$ 5,878,361
Liabilities:				
Long-term Liabilities Outstanding	\$ 31,114,650	\$ 33,389,661	\$ 8,430,543	\$ 8,889,350
Other Liabilities	7,764,285	1,829,885	1,884,788	383,180
Total Liabilities	\$ 38,878,935	\$ 35,219,546	\$ 10,315,331	\$ 9,272,530
Deferred Inflows of Resources:				
Deferred Current Property Taxes	\$ 17,158,961	\$ 15,365,693	\$ 15,684,625	\$ 15,255,890
Deferred Amounts Related to Pensions	767,777	635,126	4,594,173	5,356,415
Deferred Amounts Related to OPEB	711,157	200,542	317,438	342,797
Deferred Amounts Related to Refunding	188,858	287,871	0	0
Total Deferred Inflows of Resources	\$ 18,826,753	\$ 16,489,232	\$ 20,596,236	\$ 20,955,102
Net Position:				
Net Investment in Capital Assets	\$ 24,116,923	\$ 23,059,004	\$ 64,171,009	\$ 66,492,300
Restricted	16,407,112	14,200,426	7,224,755	4,050,196
Unrestricted	(3,888,816)	(6,577,959)	3,891,308	(886,960)
Total Net Position	\$ 36,635,219	\$ 30,681,471	\$ 75,287,072	\$ 69,655,536

Table 1b
Roane County Government Net Position

Business-type Activities

	<u>Roane County Government</u>	
	2019	2018
Assets:		
Current and Other Assets	\$ 1,790,023	\$ 1,494,525
Capital Assets	6,133,073	6,471,283
Total Assets	<u>\$ 7,923,096</u>	<u>\$ 7,965,808</u>
Deferred Outflows of Resources:		
Deferred Amounts Related to Pensions	\$ 21,658	\$ 25,934
Deferred Amounts Related to OPEB	1,934	0
Total Deferred Outflows of Resources	<u>\$ 23,592</u>	<u>\$ 25,934</u>
Liabilities:		
Long-term Liabilities Outstanding	\$ 4,031,059	\$ 4,459,564
Other Liabilities	239,906	21,558
Total Liabilities	<u>\$ 4,270,965</u>	<u>\$ 4,481,122</u>
Deferred Inflows of Resources:		
Deferred Amounts Related to Pensions	\$ 18,201	\$ 13,377
Deferred Amounts Related to OPEB	12,299	3,054
Total Deferred Inflows of Resources	<u>\$ 30,500</u>	<u>\$ 16,431</u>
Net Position:		
Net Investment in Capital Assets	\$ 1,943,256	\$ 2,075,989
Restricted	69,947	42,717
Unrestricted	1,632,020	1,375,483
Total Net Position	<u>\$ 3,645,223</u>	<u>\$ 3,494,189</u>

Table 2a

Roane County Government and DPCU School Department Changes in Net Position

Governmental Activities

	Roane County Government		DPCU School Department	
	2019	2018	2019	2018
Revenues:				
Program Revenues:				
Charges for Services	\$ 8,636,934	\$ 7,882,781	\$ 1,070,850	\$ 1,010,253
Operating Grants and Contributions	3,539,714	3,910,646	5,483,862	6,061,166
Capital Grants and Contributions	965,208	978,778	66,478	133,244
General Revenues:				
Property Taxes	15,340,531	15,368,999	15,737,026	15,823,751
Sales Taxes	1,161,741	978,820	8,601,211	6,925,683
Other Taxes	1,649,565	1,638,805	33,166	12,136
Grants and Contributions Not Restricted to Specific Programs	2,897,984	3,020,389	34,417,610	33,820,696
Unrestricted Investment Earnings	322,143	249,148	386,364	137,077
Gain on Investments	4,146	0	6,286	0
Miscellaneous	86,320	186,540	112,534	83,823
Gain on Disposal of Equipment	54,642	78,529	0	0
Total Revenues	\$ 34,658,928	\$ 34,293,435	\$ 65,915,387	\$ 64,007,829
Expenses:				
General Government	\$ 2,594,141	\$ 4,949,065	\$ 0	\$ 0
Finance	2,316,990	2,253,223	0	0
Administration of Justice	2,300,199	2,196,067	0	0
Public Safety	8,970,660	8,071,951	0	0
Public Health and Welfare	5,584,895	5,034,732	0	0
Social, Cultural, and Recreational Services	650,934	1,003,038	0	0
Agriculture and Natural Resources	115,417	163,778	0	0
Highways	4,716,295	4,062,292	0	0
Education	746,064	632,217	60,283,851	63,963,971
Interest on Long-term Debt	709,585	1,244,189	0	0
Total Expenses	\$ 28,705,180	\$ 29,610,552	\$ 60,283,851	\$ 63,963,971
Insurance Recovery	\$ 0	\$ 0	\$ 0	\$ 0
Change in Net Position	\$ 5,953,748	\$ 4,682,883	\$ 5,631,536	\$ 43,858
Restatement	0	250,255	0	(445,265)
Net Position, July 1	30,681,471	25,748,333	69,655,536	70,056,943
Net Position, June 30	\$ 36,635,219	\$ 30,681,471	\$ 75,287,072	\$ 69,655,536

Table 2b
Roane County Government Changes in Net Position

Business-type Activities

	<u>Roane County Government</u>	
	2019	2018
Revenues:		
Program Revenues:		
Charges for Services	\$ 1,187,412	\$ 1,009,969
Miscellaneous	8,189	0
Total Revenues	<u>\$ 1,195,601</u>	<u>\$ 1,009,969</u>
Expenses:		
Public Utility	<u>\$ 1,044,567</u>	<u>\$ 1,090,282</u>
Total Expenses	<u>\$ 1,044,567</u>	<u>\$ 1,090,282</u>
Change in Net Position	\$ 151,034	\$ (80,313)
Restatement	0	(60,104)
Net Position, July 1	<u>3,494,189</u>	<u>3,634,606</u>
Net Position, June 30	<u><u>\$ 3,645,223</u></u>	<u><u>\$ 3,494,189</u></u>

Expenses for Public Safety of \$9 million, consisting primarily of the law enforcement and jail operating cost, accounted for approximately 31 percent of the \$28.7 million total expenses for governmental activities. Of that \$28.7 million in governmental activities expenses, \$8.6 million was covered by direct charges to users of the services. A significant portion of those charges are for fees associated with the court system and ambulance service patient charges.

Financial Analysis of the Government's Funds

As noted earlier, the county and DPCU School Department use fund accounting to ensure and demonstrate compliance with finance-related legal requirements.

Governmental Funds. The focus of the county's governmental funds is to provide information on near-term inflows, outflows, and balances of spendable resources. Such information is useful in assessing the county's and the DPCU School Department's financing requirements. In particular, unassigned fund balance may serve as a useful measure of net resources available for spending at the end of the fiscal year.

As of the end of the current fiscal year, the county's governmental funds reported combined ending fund balances of \$28 million. Approximately \$2.8 million of this total constitutes unassigned fund balance within the General Fund, which is available for appropriation at the government's discretion within certain legal constraints and purpose restrictions. The remainder of fund balance is restricted, committed, or assigned to indicate that it is available for spending only in certain limited instances. In the DPCU School Department's governmental funds, combined ending fund balances were \$11.3 million. Approximately \$6.8 million of this total constitutes unassigned fund balance.

Financial Comparisons - Primary Government

The General Fund is the chief operating fund of the county. At the end of the current fiscal year, unassigned fund balance of the General Fund was \$2.8 million, while total fund balance was \$7.4 million. As a measure of the General Fund's liquidity, it may be useful to compare both unassigned fund balance and total fund balance to total fund expenditures. Unassigned fund balance represents approximately 16 percent of total General Fund expenditures, while total fund balance represents 44 percent of that same amount.

The fund balance of the county's General Fund decreased by \$155 thousand during the current fiscal year.

The Highway/Public Works Fund experienced a decrease in fund balance due to an unexpected rain disaster to our roads. Expenditures exceeded revenue and other sources by \$688 thousand giving an ending fund balance of \$1.5 million.

The General Debt Service Fund had a net increase of \$853 thousand in fund balance.

The Rural Debt Service Fund decreased by \$149 thousand during the current fiscal year.

The General Capital Projects Fund had a net increase of \$6.6 million due to a hold on the Oliver Springs High School construction project that had a shortfall of \$3.9 million in its original cost of construction. The ending fund balance was \$9.3 million.

Roane County's budgeting process is prescribed by *Tennessee Code Annotated*. Essentially the budget is the county's appropriations that are restricted by the amounts of anticipated revenues; therefore, the county's plans and desires cannot be totally reflected in the original budget. If budgeted revenues are adjusted due to actual activity, then the appropriations can be adjusted accordingly.

Proprietary Funds. The financial statements of the Internal Service Funds reflect the operations of the county's dental and workers' compensation self-insured risk financing activities. These activities have been consolidated under the revenues and expenses for governmental activities on the government-wide financial statements.

Financial Comparison - DPCU School Department

The General Purpose School Fund is the chief operating fund of the DPCU School Department. At the end of the current fiscal year, unassigned fund balance of the General Purpose School Fund was \$6.8 million, while total fund balance was \$7.7 million. As a measure of the General Purpose School Fund's liquidity, it may be useful to compare both unassigned fund balance and total fund balance to total fund expenditures. Unassigned fund balance represents approximately 13 percent of total General Purpose School Fund expenditures, while total fund balance represents 15 percent of that same amount.

Capital Assets

The county's investment in capital assets for its governmental activities as of June 30, 2019, totals \$26.1 million (net of accumulated depreciation and related debt). This

investment in capital assets includes land, buildings and systems, improvements, equipment, roads, highways, and bridges. The DPCU School Department's investment in capital assets for its governmental activities as of June 30, 2019, totals \$64.2 million (net of accumulated depreciation). The Notes to the Financial Statements provide additional information on capital assets activity for the year.

Debt Administration

At the end of the 2019 fiscal year, the county's governmental activities had total long-term debt outstanding of \$33 million. Of this amount, all is backed by the full faith and credit of the county. The county maintains an Aa2 rating for Moody's and an AA rating for Standard and Poor's for general obligation debt. The county's business-type activities had long-term debt outstanding of \$4.2 million.

In addition to the debt noted above, county long-term obligations include compensated absences, landfill post closure care costs, and other post-employment benefits. Additional information on the county's long-term obligations can be found in the Notes to the Financial Statements.

Interest and fiscal charges totaled 2.5 percent of the total expenses for governmental activities.

Economic Factors and Next Year's Budgets and Rates

The most recent unemployment rate for the county is 4.9 percent compared to the lower rate of 3.3 percent a year ago. The state's average unemployment rate is currently 4.0 percent and the national average is 3.7 percent. Economic trends in the region are consistent with national indices. All of these factors were considered in preparing the county's budget for the 2020 fiscal year. At the end of the 2019 fiscal year, unassigned fund balance in the General Fund was \$2.8 million. The county has budgeted to use \$2.6 million from this fund balance for fiscal year 2020. Included in the \$2.6 million is \$1.8 million of potential fallout (unspent budget).

Request for Information

This financial report is designed to provide a general overview of the county's finances for all those with an interest in the government's finances. For questions concerning any of the information provided in this report, please contact the Accounting and Budgeting Office at 200 East Race Street, Suite 1, Kingston, Tennessee 37763.

BASIC FINANCIAL STATEMENTS

Exhibit A

Roane County, Tennessee
Statement of Net Position
June 30, 2019

	Primary Government			Component
	Governmental	Business-type	Total	Unit
	Activities	Activities	Total	Roane County School Department
<u>ASSETS</u>				
Cash	\$ 40,131	\$ 4,385	\$ 44,516	\$ 92,172
Equity in Pooled Cash and Investments	29,092,555	1,671,631	30,764,186	11,211,229
Accounts Receivable	1,427,309	63,941	1,491,250	79,940
Allowance for Uncollectibles	(695,478)	(41,580)	(737,058)	0
Due from Primary Government	0	0	0	60,869
Due from Component Unit	18	0	18	0
Due from Other Governments	1,385,095	0	1,385,095	2,137,530
Property Taxes Receivable	18,329,149	0	18,329,149	16,811,852
Allowance for Uncollectible Property Taxes	(767,073)	0	(767,073)	(728,296)
Prepaid Items	51,730	21,699	73,429	2,615
Restricted Assets	86,328	0	86,328	126,056
Net Pension Asset - Agent Plan (Legacy)	2,871,285	68,414	2,939,699	2,282,719
Net Pension Asset - Agent Plan (Hybrid)	108,919	1,533	110,452	56,192
Net Pension Asset - Teacher Legacy Plan	0	0	0	2,451,521
Net Pension Asset - Teacher Retirement Plan	0	0	0	184,396
Capital Assets:				
Assets Not Depreciated:				
Land	5,558,547	5,000	5,563,547	1,338,172
Construction in Progress	10,010	0	10,010	297,298
Assets Net of Accumulated Depreciation:				
Buildings and Improvements	11,475,899	253,107	11,729,006	59,667,251
Other Capital Assets	3,425,827	176,529	3,602,356	2,868,288
Infrastructure - Roads, Streets, and Bridges	20,875,337	5,698,437	26,573,774	0
Total Assets	\$ 93,275,588	\$ 7,923,096	\$ 101,198,684	\$ 98,939,804

(Continued)

Exhibit A

Roane County, Tennessee
Statement of Net Position (Cont.)

	Primary Government			Component
	Governmental	Business-type	Total	Unit
	Activities	Activities		Roane County School Department
<u>DEFERRED OUTFLOWS OF RESOURCES</u>				
Pension Changes in Experience	\$ 67,928	\$ 956	\$ 68,884	\$ 541,025
Pension Changes in Assumptions	439,849	10,449	450,298	1,805,404
Pension Contributions after Measurement Date	430,529	10,253	440,782	2,858,889
Pension Changes in Proportion	0	0	0	65,749
OPEB Changes in Experience	0	0	0	971,601
OPEB Changes in Assumptions	0	0	0	206,158
OPEB Changes in Proportion	0	0	0	351,841
OPEB Contributions After Measurement Date	127,013	1,934	128,947	458,168
Total Deferred Outflows of Resources	\$ 1,065,319	\$ 23,592	\$ 1,088,911	\$ 7,258,835
<u>LIABILITIES</u>				
Accounts Payable	\$ 418,207	\$ 19,515	\$ 437,722	\$ 275,129
Contracts Payable	1,700	0	1,700	0
Accrued Payroll	230,742	4,923	235,665	65,537
Accrued Interest Payable	85,401	0	85,401	0
Payroll Deductions Payable	180,246	5,923	186,169	1,335,578
Due To Primary Government	0	0	0	18
Due To Component Units	60,869	0	60,869	0
Claims and Judgments Payable	465,093	0	465,093	0
Due to State of Tennessee	10,085	0	10,085	0
Other Current Liabilities	0	0	0	68,672

(Continued)

Exhibit A

Roane County, Tennessee
Statement of Net Position (Cont.)

	Primary Government			Component
	Governmental	Business-type	Total	Unit
	Activities	Activities		Roane County School Department
<u>LIABILITIES (Cont.)</u>				
Noncurrent Liabilities:				
Due Within One Year - Debt	\$ 5,860,316	\$ 209,545	\$ 6,069,861	\$ 0
Due Within One Year - Other	451,626	0	451,626	139,854
Due in More Than One Year - Debt	27,941,970	3,980,272	31,922,242	0
Due in More Than One Year - Other	3,172,680	50,787	3,223,467	8,430,543
Total Liabilities	<u>\$ 38,878,935</u>	<u>\$ 4,270,965</u>	<u>\$ 43,149,900</u>	<u>\$ 10,315,331</u>
<u>DEFERRED INFLOWS OF RESOURCES</u>				
Deferred Current Property Taxes	\$ 17,158,961	\$ 0	\$ 17,158,961	\$ 15,684,625
Pension Changes in Experience	621,807	14,764	636,571	3,807,547
Pension Changes in Proportion	0	0	0	127,803
Pension Changes in Investment Earnings	145,970	3,437	149,407	658,823
Deferred Difference on Refunding	188,858	0	188,858	0
OPEB Changes in Experience	331,427	5,732	337,159	0
OPEB Changes in Assumptions	379,730	6,567	386,297	317,438
Total Deferred Inflows of Resources	<u>\$ 18,826,753</u>	<u>\$ 30,500</u>	<u>\$ 18,857,253</u>	<u>\$ 20,596,236</u>

(Continued)

Exhibit A

Roane County, Tennessee
Statement of Net Position (Cont.)

	Primary Government			Component
	Governmental	Business-type	Total	Unit
	Activities	Activities		Roane County School Department
<u>NET POSITION</u>				
Net Investment in Capital Assets	\$ 24,116,923	\$ 1,943,256	\$ 26,060,179	\$ 64,171,009
Restricted for:				
General	121,756	0	121,756	0
Administration of Justice	164,515	0	164,515	0
Public Safety	687,966	0	687,966	0
Public Health and Welfare	2,375,269	0	2,375,269	0
Highways	1,707,744	0	1,707,744	0
Debt Service	3,742,996	0	3,742,996	0
Capital Projects	4,054,405	0	4,054,405	769,711
Education	485,929	0	485,929	1,354,160
Pensions	3,066,532	69,947	3,136,479	5,100,884
Unrestricted	(3,888,816)	1,632,020	(2,256,796)	3,891,308
Total Net Position	<u>\$ 36,635,219</u>	<u>\$ 3,645,223</u>	<u>\$ 40,280,442</u>	<u>\$ 75,287,072</u>

The notes to the financial statements are an integral part of this statement.

Exhibit B

Roane County, Tennessee
 Statement of Activities
 For the Year Ended June 30, 2019

Functions/Programs	Net (Expense) Revenue and Changes in Net Position							Component Unit
	Expenses	Program Revenues			Primary Government			Roane
		Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Governmental Activities	Business-type Activities	Total	County School Department
Primary Government:								
Governmental Activities:								
General Government	\$ 2,594,141	\$ 864,647	\$ 73,688	\$ 43,500	\$ (1,612,306)	\$ 0	\$ (1,612,306)	\$ 0
Finance	2,316,990	1,492,858	0	0	(824,132)	0	(824,132)	0
Administration of Justice	2,300,199	1,232,494	87,934	0	(979,771)	0	(979,771)	0
Public Safety	8,970,660	1,348,801	170,194	326,696	(7,124,969)	0	(7,124,969)	0
Public Health and Welfare	5,584,895	2,685,726	530,479	280,889	(2,087,801)	0	(2,087,801)	0
Social, Cultural, and Recreational Services	650,934	234,829	0	0	(416,105)	0	(416,105)	0
Agriculture and Natural Resources	115,417	0	12,258	0	(103,159)	0	(103,159)	0
Highways	4,716,295	0	2,566,845	314,123	(1,835,327)	0	(1,835,327)	0
Education	746,064	777,579	98,316	0	129,831	0	129,831	0
Interest on Long-term Debt	709,585	0	0	0	(709,585)	0	(709,585)	0
Total Governmental Activities	\$ 28,705,180	\$ 8,636,934	\$ 3,539,714	\$ 965,208	\$ (15,563,324)	\$ 0	\$ (15,563,324)	\$ 0
Business-type Activities:								
Public Utility	\$ 1,044,567	\$ 1,187,412	\$ 0	\$ 0	\$ 0	\$ 142,845	\$ 142,845	\$ 0
Total Business-type Activities	\$ 1,044,567	\$ 1,187,412	\$ 0	\$ 0	\$ 0	\$ 142,845	\$ 142,845	\$ 0
Total Primary Government	\$ 29,749,747	\$ 9,824,346	\$ 3,539,714	\$ 965,208	\$ (15,563,324)	\$ 142,845	\$ (15,420,479)	\$ 0
Component Unit:								
Roane County School Department	\$ 60,283,851	\$ 1,070,850	\$ 5,483,862	\$ 66,478	\$ 0	\$ 0	\$ 0	\$ (53,662,661)
Total Component Unit	\$ 60,283,851	\$ 1,070,850	\$ 5,483,862	\$ 66,478	\$ 0	\$ 0	\$ 0	\$ (53,662,661)

(Continued)

Exhibit B

Roane County, Tennessee
Statement of Activities (Cont.)

Functions/Programs	Expenses	Program Revenues			Net (Expense) Revenue and Changes in Net Position			Component Unit
		Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Primary Government		Total	Roane County School Department
					Governmental Activities	Business-type Activities		
General Revenues:								
Taxes:								
Property Taxes Levied for General Purposes					\$ 8,932,994	\$ 0	\$ 8,932,994	\$ 15,737,026
Property Taxes Levied for Highways					1,265,463	0	1,265,463	0
Property Taxes Levied for Debt Service					3,530,016	0	3,530,016	0
Property Taxes Levied for Other Purposes					1,612,058	0	1,612,058	0
Local Option Sales Taxes					1,161,741	0	1,161,741	8,601,211
Other Local Taxes:								
Litigation Tax					690,808	0	690,808	0
Business Tax					642,388	0	642,388	0
Wholesale Beer Tax					167,687	0	167,687	0
Other Local Taxes					148,682	0	148,682	33,166
Grants and Contributions Not Restricted to Specific Programs					2,897,984	0	2,897,984	34,417,610
Unrestricted Investment Income					322,143	0	322,143	386,364
Gain on Investments					4,146	0	4,146	6,286
Miscellaneous					86,320	8,189	94,509	112,534
Gain on Sale of Equipment					54,642	0	54,642	0
Total General Revenues					\$ 21,517,072	\$ 8,189	\$ 21,525,261	\$ 59,294,197
Change in Net Position					5,953,748	151,034	6,104,782	5,631,536
Net Position, July 1, 2018					30,681,471	3,494,189	34,175,660	69,655,536
Net Position, June 30, 2019					\$ 36,635,219	\$ 3,645,223	\$ 40,280,442	\$ 75,287,072

The notes to the financial statements are an integral part of this statement.

Exhibit C-1

Roane County, Tennessee
Balance Sheet
Governmental Funds
June 30, 2019

	Major Funds				
	General	Highway / Public Works	General Debt Service	Rural Debt Service	General Capital Projects
<u>ASSETS</u>					
Cash	\$ 28,523	\$ 1,571	\$ 0	\$ 0	\$ 0
Equity in Pooled Cash and Investments	6,453,161	1,957,652	2,967,178	437,514	9,254,006
Accounts Receivable	139,865	0	75,030	0	24,124
Allowance for Uncollectibles	0	0	0	0	0
Due from Other Governments	602,341	444,137	0	0	146,953
Due from Other Funds	719,541	23,625	0	0	0
Due from Component Units	0	0	0	0	0
Property Taxes Receivable	9,636,384	1,366,863	3,287,323	2,177,757	683,432
Allowance for Uncollectible Property Taxes	(417,964)	(59,286)	(116,279)	(90,511)	(29,643)
Prepaid Items	51,730	0	0	0	0
Restricted Assets	67,618	0	0	0	0
Total Assets	<u>\$ 17,281,199</u>	<u>\$ 3,734,562</u>	<u>\$ 6,213,252</u>	<u>\$ 2,524,760</u>	<u>\$ 10,078,872</u>
<u>LIABILITIES</u>					
Accounts Payable	\$ 236,552	\$ 9,418	\$ 2,098	\$ 0	\$ 31,951
Accrued Payroll	163,951	22,391	0	0	0
Payroll Deductions Payable	123,698	19,952	0	0	0
Contracts Payable	0	0	0	0	1,700
Due to Other Funds	2,100	700,000	0	0	4,269
Due to Component Units	0	0	0	0	58,522
Due to State of Tennessee	10,085	0	0	0	0
Total Liabilities	<u>\$ 536,386</u>	<u>\$ 751,761</u>	<u>\$ 2,098</u>	<u>\$ 0</u>	<u>\$ 96,442</u>

(Continued)

Exhibit C-1

Roane County, Tennessee
Balance Sheet
Governmental Funds (Cont.)

	Major Funds				
	General	Highway / Public Works	General Debt Service	Rural Debt Service	General Capital Projects
<u>DEFERRED INFLOWS OF RESOURCES</u>					
Deferred Current Property Taxes	\$ 8,989,151	\$ 1,275,057	\$ 3,123,889	\$ 2,040,091	\$ 637,529
Deferred Delinquent Property Taxes	193,156	27,398	39,728	40,598	13,699
Other Deferred/Unavailable Revenue	113,476	222,068	0	0	0
Total Deferred Inflows of Resources	<u>\$ 9,295,783</u>	<u>\$ 1,524,523</u>	<u>\$ 3,163,617</u>	<u>\$ 2,080,689</u>	<u>\$ 651,228</u>
<u>FUND BALANCES</u>					
Nonspendable:					
Prepaid Items	\$ 51,730	\$ 0	\$ 0	\$ 0	\$ 0
Long-term Receivable	612,500	0	0	0	0
Restricted:					
Restricted for General Government	121,756	0	0	0	0
Restricted for Administration of Justice	164,515	0	0	0	0
Restricted for Public Safety	48,467	0	0	0	0
Restricted for Public Health and Welfare	0	0	0	0	0
Restricted for Highways/Public Works	0	1,458,278	0	0	0
Restricted for Capital Outlay	0	0	0	0	9,331,202
Restricted for Debt Service	0	0	3,047,537	444,071	0
Restricted for Hybrid Retirement Stabilization Funds	67,618	0	0	0	0
Committed:					
Committed for General Government	853,058	0	0	0	0
Committed for Public Health and Welfare	0	0	0	0	0
Committed for Social, Cultural, and Recreational Services	36,000	0	0	0	0
Assigned:					
Assigned for General Government	2,694,397	0	0	0	0
Assigned for Finance	2,589	0	0	0	0
Assigned for Administration of Justice	5,194	0	0	0	0

(Continued)

Exhibit C-1

Roane County, Tennessee
Balance Sheet
Governmental Funds (Cont.)

	Major Funds				
	General	Highway / Public Works	General Debt Service	Rural Debt Service	General Capital Projects
<u>FUND BALANCES (Cont.)</u>					
Assigned (Cont.):					
Assigned for Public Safety	\$ 7,618	\$ 0	\$ 0	\$ 0	\$ 0
Assigned for Public Health and Welfare	1,534	0	0	0	0
Assigned for Social, Cultural, and Recreational Services	2,796	0	0	0	0
Unassigned	2,779,258	0	0	0	0
Total Fund Balances	<u>\$ 7,449,030</u>	<u>\$ 1,458,278</u>	<u>\$ 3,047,537</u>	<u>\$ 444,071</u>	<u>\$ 9,331,202</u>
Total Liabilities, Deferred Inflows of Resources, and Fund Balances	<u>\$ 17,281,199</u>	<u>\$ 3,734,562</u>	<u>\$ 6,213,252</u>	<u>\$ 2,524,760</u>	<u>\$ 10,078,872</u>

(Continued)

Exhibit C-1

Roane County, Tennessee
Balance Sheet
Governmental Funds (Cont.)

	Nonmajor Funds	Other Govern- mental Funds	Total Governmental Funds
<u>ASSETS</u>			
Cash	\$ 10,037	\$	40,131
Equity in Pooled Cash and Investments	6,173,723	27,243,234	27,243,234
Accounts Receivable	1,131,421	1,370,440	1,370,440
Allowance for Uncollectibles	(695,478)	(695,478)	(695,478)
Due from Other Governments	191,664	1,385,095	1,385,095
Due from Other Funds	2,100	745,266	745,266
Due from Component Units	18	18	18
Property Taxes Receivable	1,177,390	18,329,149	18,329,149
Allowance for Uncollectible Property Taxes	(53,390)	(767,073)	(767,073)
Prepaid Items	0	51,730	51,730
Restricted Assets	18,710	86,328	86,328
	\$ 7,956,195	\$	47,788,840
Total Assets			
<u>LIABILITIES</u>			
Accounts Payable	\$ 137,216	\$	417,235
Accrued Payroll	44,400	230,742	230,742
Payroll Deductions Payable	36,596	180,246	180,246
Contracts Payable	0	1,700	1,700
Due to Other Funds	28,782	735,151	735,151
Due to Component Units	2,347	60,869	60,869
Due to State of Tennessee	0	10,085	10,085
Total Liabilities	\$ 249,341	\$	1,636,028

(Continued)

Roane County, Tennessee
Balance Sheet
Governmental Funds (Cont.)

	<u>Nonmajor Funds</u>		<u>Total Governmental Funds</u>
	Other	Govern- mental Funds	Governmental Funds
<u>DEFERRED INFLOWS OF RESOURCES</u>			
Deferred Current Property Taxes	\$ 1,093,244	\$	17,158,961
Deferred Delinquent Property Taxes	25,609		340,188
Other Deferred/Unavailable Revenue	299,902		635,446
Total Deferred Inflows of Resources	<u>\$ 1,418,755</u>	<u>\$</u>	<u>18,134,595</u>
<u>FUND BALANCES</u>			
Nonspendable:			
Prepaid Items	\$ 0	\$	51,730
Long-term Receivable	0		612,500
Restricted:			
Restricted for General Government	0		121,756
Restricted for Administration of Justice	0		164,515
Restricted for Public Safety	630,378		678,845
Restricted for Public Health and Welfare	2,148,619		2,148,619
Restricted for Highways/Public Works	0		1,458,278
Restricted for Capital Outlay	3,156,962		12,488,164
Restricted for Debt Service	250,934		3,742,542
Restricted for Hybrid Retirement Stabilization Funds	18,710		86,328
Committed:			
Committed for General Government	0		853,058
Committed for Public Health and Welfare	82,496		82,496
Committed for Social, Cultural, and Recreational Services	0		36,000
Assigned:			
Assigned for General Government	0		2,694,397
Assigned for Finance	0		2,589
Assigned for Administration of Justice	0		5,194

(Continued)

Exhibit C-1

Roane County, Tennessee
Balance Sheet
Governmental Funds (Cont.)

FUND BALANCES (Cont.)

Assigned (Cont.):

	<u>Nonmajor Funds</u>		<u>Total Governmental Funds</u>
	Other	Govern- mental Funds	Governmental Funds
Assigned for Public Safety	\$ 0	\$ 0	\$ 7,618
Assigned for Public Health and Welfare	0	0	1,534
Assigned for Social, Cultural, and Recreational Services	0	0	2,796
Unassigned	0	0	2,779,258
Total Fund Balances	<u>\$ 6,288,099</u>	<u>\$ 6,288,099</u>	<u>\$ 28,018,217</u>
Total Liabilities, Deferred Inflows of Resources, and Fund Balances	<u>\$ 7,956,195</u>	<u>\$ 7,956,195</u>	<u>\$ 47,788,840</u>

The notes to the financial statements are an integral part of this statement.

Roane County, Tennessee
Reconciliation of the Balance Sheet of Governmental Funds
to the Statement of Net Position
June 30, 2019

Amounts reported for governmental activities in the statement of net position (Exhibit A) are different because:

Total fund balances - balance sheet - governmental funds (Exhibit C-1)		\$ 28,018,217
(1) Capital assets used in governmental activities are not financial resources and therefore are not reported in the governmental funds.		
Add: land	\$ 5,558,547	
Add: construction in progress	10,010	
Add: infrastructure net of accumulated depreciation	20,875,337	
Add: building and improvements net of accumulated depreciation	11,475,899	
Add: other capital assets net of accumulated depreciation	<u>3,425,827</u>	41,345,620
(2) Internal service funds are used by management to charge the cost of workers' compensation and employee dental benefits to individual funds. The assets and liabilities of the internal service funds are included in governmental activities in the statement of net position.		1,430,010
(3) Long-term liabilities are not due and payable in the current period and therefore are not reported in the governmental funds.		
Less: bonds payable	\$ (29,853,000)	
Less: other loans payable	(3,108,949)	
Less: deferred amount on refunding	(188,858)	
Less: unamortized premium on debt	(840,337)	
Less: compensated absences payable	(497,613)	
Less: landfill closure/postclosure care costs	(190,011)	
Less: net OPEB liability	(2,936,682)	
Less: accrued interest on bonds and other loans payable	<u>(85,401)</u>	(37,700,851)
(4) Amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions and OPEB will be amortized and recognized as components of expense in future years:		
Add: deferred outflows of resources related to pensions	\$ 938,306	
Less: deferred inflows of resources related to pensions	(767,777)	
Add: deferred outflows of resources related to OPEB	127,013	
Less: deferred inflows of resources related to OPEB	<u>(711,157)</u>	(413,615)
(5) Net pension assets are not current financial resources and therefore are not reported in the governmental funds:		
Add: net pension assets of the Agent Plan (Legacy)	\$ 2,871,285	
Add: net pension assets of the Agent Plan (Hybrid)	<u>108,919</u>	2,980,204
(6) Other long-term assets are not available to pay for current-period expenditures and therefore are deferred in the governmental funds.		<u>975,634</u>
Net position of governmental activities (Exhibit A)		<u>\$ 36,635,219</u>

The notes to the financial statements are an integral part of this statement.

Exhibit C-3

Roane County, Tennessee
Statement of Revenues, Expenditures,
and Changes in Fund Balances
Governmental Funds
For the Year Ended June 30, 2019

	Major Funds				
	General	Highway / Public Works	General Debt Service	Rural Debt Service	General Capital Projects
<u>Revenues</u>					
Local Taxes	\$ 10,901,931	\$ 1,331,515	\$ 2,915,898	\$ 1,470,854	\$ 633,863
Licenses and Permits	580,976	0	0	0	0
Fines, Forfeitures, and Penalties	164,664	0	0	0	0
Charges for Current Services	626,361	2,550	0	0	72,235
Other Local Revenues	125,422	21,813	278,193	13,831	12,811
Fees Received From County Officials	2,591,000	0	0	0	0
State of Tennessee	2,250,586	2,556,540	0	0	60,223
Federal Government	486,493	0	0	0	559,507
Other Governments and Citizens Groups	36,507	2,010	98,316	0	27,700
Total Revenues	\$ 17,763,940	\$ 3,914,428	\$ 3,292,407	\$ 1,484,685	\$ 1,366,339
<u>Expenditures</u>					
Current:					
General Government	\$ 2,742,709	\$ 0	\$ 0	\$ 0	\$ 0
Finance	2,187,564	0	0	0	0
Administration of Justice	2,359,923	0	0	0	0
Public Safety	7,426,293	0	0	0	0
Public Health and Welfare	491,229	0	0	0	0
Social, Cultural, and Recreational Services	460,519	0	0	0	0
Agriculture and Natural Resources	117,608	0	0	0	0
Other Operations	1,198,782	0	0	0	0
Highways	0	3,132,885	0	0	0
Debt Service:					
Principal on Debt	0	0	2,228,316	1,497,000	0
Interest on Debt	0	0	790,173	107,715	0
Other Debt Service	0	0	151,252	28,834	0

(Continued)

Exhibit C-3

Roane County, Tennessee
Statement of Revenues, Expenditures,
and Changes in Fund Balances
Governmental Funds (Cont.)

	Major Funds				
	General	Highway / Public Works	General Debt Service	Rural Debt Service	General Capital Projects
<u>Expenditures (Cont.)</u>					
Capital Projects	\$ 0	\$ 0	\$ 0	\$ 0	\$ 2,563,171
Total Expenditures	\$ 16,984,627	\$ 3,132,885	\$ 3,169,741	\$ 1,633,549	\$ 2,563,171
Excess (Deficiency) of Revenues Over Expenditures	\$ 779,313	\$ 781,543	\$ 122,666	\$ (148,864)	\$ (1,196,832)
<u>Other Financing Sources (Uses)</u>					
Bonds Issued	\$ 0	\$ 0	\$ 0	\$ 0	\$ 7,100,000
Premiums on Debt Sold	0	0	0	0	132,424
Other Loans Issued	0	0	60,000	0	0
Proceeds from Sale of Capital Assets	7,000	0	0	0	32,735
Insurance Recovery	18,986	0	0	0	0
Transfers In	0	0	670,000	0	560,000
Transfers Out	(960,000)	(1,470,000)	0	0	0
Total Other Financing Sources (Uses)	\$ (934,014)	\$ (1,470,000)	\$ 730,000	\$ 0	\$ 7,825,159
Net Change in Fund Balances	\$ (154,701)	\$ (688,457)	\$ 852,666	\$ (148,864)	\$ 6,628,327
Fund Balance, July 1, 2018	7,603,731	2,146,735	2,194,871	592,935	2,702,875
Fund Balance, June 30, 2019	\$ 7,449,030	\$ 1,458,278	\$ 3,047,537	\$ 444,071	\$ 9,331,202

(Continued)

Exhibit C-3

Roane County, Tennessee
Statement of Revenues, Expenditures,
and Changes in Fund Balances
Governmental Funds (Cont.)

	Nonmajor Funds <u>Other</u>	Total Governmental Funds
<hr/>		
<u>Revenues</u>		
Local Taxes	\$ 2,343,074	\$ 19,597,135
Licenses and Permits	0	580,976
Fines, Forfeitures, and Penalties	38,777	203,441
Charges for Current Services	2,734,664	3,435,810
Other Local Revenues	275,239	727,309
Fees Received From County Officials	0	2,591,000
State of Tennessee	677,711	5,545,060
Federal Government	134,806	1,180,806
Other Governments and Citizens Groups	0	164,533
Total Revenues	<u>\$ 6,204,271</u>	<u>\$ 34,026,070</u>
<u>Expenditures</u>		
Current:		
General Government	\$ 0	\$ 2,742,709
Finance	376	2,187,940
Administration of Justice	527	2,360,450
Public Safety	460,218	7,886,511
Public Health and Welfare	4,564,838	5,056,067
Social, Cultural, and Recreational Services	0	460,519
Agriculture and Natural Resources	0	117,608
Other Operations	0	1,198,782
Highways	0	3,132,885
Debt Service:		
Principal on Debt	280,000	4,005,316
Interest on Debt	23,695	921,583
Other Debt Service	5,997	186,083

(Continued)

Exhibit C-3

Roane County, Tennessee
Statement of Revenues, Expenditures,
and Changes in Fund Balances
Governmental Funds (Cont.)

	Nonmajor Funds <u>Other</u>	Total Governmental Funds
<hr/>		
<u>Expenditures (Cont.)</u>		
Capital Projects	\$ 1,113,369	\$ 3,676,540
Total Expenditures	<u>\$ 6,449,020</u>	<u>\$ 33,932,993</u>
 Excess (Deficiency) of Revenues Over Expenditures	 \$ (244,749)	 \$ 93,077
 <u>Other Financing Sources (Uses)</u>		
Bonds Issued	\$ 0	\$ 7,100,000
Premiums on Debt Sold	0	132,424
Other Loans Issued	2,000,000	2,060,000
Proceeds from Sale of Capital Assets	14,907	54,642
Insurance Recovery	0	18,986
Transfers In	1,300,000	2,530,000
Transfers Out	(100,000)	(2,530,000)
Total Other Financing Sources (Uses)	<u>\$ 3,214,907</u>	<u>\$ 9,366,052</u>
 Net Change in Fund Balances	 \$ 2,970,158	 \$ 9,459,129
Fund Balance, July 1, 2018	<u>3,317,941</u>	<u>18,559,088</u>
 Fund Balance, June 30, 2019	 <u>\$ 6,288,099</u>	 <u>\$ 28,018,217</u>

The notes to the financial statements are an integral part of this statement.

Exhibit C-4

Roane County, Tennessee
Reconciliation of the Statement of Revenues, Expenditures, and
Changes in Fund Balances of Governmental Funds to the
Statement of Activities
For the Year Ended June 30, 2019

Amounts reported for governmental activities in the statement of activities (Exhibit B) are different because:

Net change in fund balances - total governmental funds (Exhibit C-3)		\$ 9,459,129
(1) Governmental funds report capital outlays as expenditures. However, in the statement of activities, the cost of these assets is allocated over their useful lives and reported as depreciation expense. The difference between capital outlays and depreciation is itemized as follows:		
Add: capital assets purchased in the current period	\$ 2,928,823	
Less: current-year depreciation expense	<u>(2,914,002)</u>	14,821
(2) Revenues in the statement of activities that do not provide current financial resources are not reported as revenues in the funds.		
Add: deferred delinquent property taxes and other deferred June 30, 2019	\$ 975,634	
Less: deferred delinquent property taxes and other deferred June 30, 2018	<u>(1,217,995)</u>	(242,361)
(3) The issuance of long-term debt (e.g., bonds, notes, other loans, leases) provides current financial resources to governmental funds, while the repayment of the principal of long-term debt consumes the current financial resources of governmental funds. Neither transaction, however, has any effect on net position. Also, governmental funds report the effect of premiums, discounts, and similar items when debt is first issued, whereas these amounts are deferred and amortized in the statement of activities. This amount is the effect of these differences in the treatment of long-term debt and related items:		
Add: change in unamortized premium on debt issuances	\$ 18,886	
Add: principal payments on bonds	3,907,000	
Add: principal payments on other loans	98,316	
Less: proceeds of debt issuances	(9,160,000)	
Add: change in deferred amount on refunding debt	<u>99,013</u>	(5,036,785)
(4) Some expenses reported in the statement of activities do not require the use of current financial resources and therefore are not reported as expenditures in the governmental funds.		
Change in accrued interest payable	\$ 87,758	
Change in net OPEB liability	1,283,711	
Change in compensated absences payable	(40,119)	
Change in net pension asset/liability	948,526	
Change in deferred outflows related to pensions	(267,883)	
Change in deferred inflows related to pensions	(132,651)	
Change in deferred outflows related to OPEB	4,430	
Change in deferred inflows related to OPEB	(510,615)	
Change in landfill closure/postclosure care cost	<u>(144,725)</u>	1,228,432
(5) Internal service funds are used by management to charge the cost of workers' compensation and dental benefits to individual funds. The net revenue (expense) of certain activities of the internal service funds is reported with governmental activities in the statement of activities.		<u>530,512</u>
Change in net position of governmental activities (Exhibit B)		<u>\$ 5,953,748</u>

The notes to the financial statements are an integral part of this statement.

Exhibit C-5

Roane County, Tennessee
Statement of Revenues, Expenditures, and Changes
in Fund Balance - Actual (Budgetary Basis) and Budget
General Fund
For the Year Ended June 30, 2019

	Actual (GAAP Basis)	Less: Encumbrances 7/1/2018	Add: Encumbrances 6/30/2019	Actual Revenues/ Expenditures (Budgetary Basis)	Budgeted Amounts		Variance with Final Budget - Positive (Negative)
					Original	Final	
<u>Revenues</u>							
Local Taxes	\$ 10,901,931	\$ 0	\$ 0	\$ 10,901,931	\$ 10,810,563	\$ 10,849,863	\$ 52,068
Licenses and Permits	580,976	0	0	580,976	543,500	543,500	37,476
Fines, Forfeitures, and Penalties	164,664	0	0	164,664	155,100	153,713	10,951
Charges for Current Services	626,361	0	0	626,361	540,627	597,077	29,284
Other Local Revenues	125,422	0	0	125,422	66,400	85,260	40,162
Fees Received From County Officials	2,591,000	0	0	2,591,000	2,601,300	2,553,300	37,700
State of Tennessee	2,250,586	0	0	2,250,586	2,119,627	1,950,952	299,634
Federal Government	486,493	0	0	486,493	101,250	812,154	(325,661)
Other Governments and Citizens Groups	36,507	0	0	36,507	0	156,500	(119,993)
Total Revenues	\$ 17,763,940	\$ 0	\$ 0	\$ 17,763,940	\$ 16,938,367	\$ 17,702,319	\$ 61,621
<u>Expenditures</u>							
<u>General Government</u>							
County Commission	\$ 135,513	\$ 0	\$ 0	\$ 135,513	\$ 146,541	\$ 157,641	\$ 22,128
Board of Equalization	6,251	0	0	6,251	11,400	11,400	5,149
Beer Board	731	0	0	731	5,720	5,720	4,989
Budget and Finance Committee	8,355	0	0	8,355	12,525	12,525	4,170
Other Boards and Committees	40,298	0	0	40,298	42,830	42,830	2,532
County Mayor/Executive	272,964	0	0	272,964	298,014	298,764	25,800
County Attorney	123,793	0	0	123,793	125,461	125,461	1,668
Election Commission	384,442	(1,147)	2,511	385,806	456,570	456,570	70,764
Register of Deeds	288,602	(70)	243	288,775	339,404	339,704	50,929
Planning	144,138	(520)	3,395	147,013	188,388	188,388	41,375
Codes Compliance	298,926	0	195	299,121	342,485	342,485	43,364
County Buildings	492,893	(6,884)	12,307	498,316	527,783	529,883	31,567
Other General Administration	29,794	0	0	29,794	42,919	42,919	13,125
Preservation of Records	112,773	0	0	112,773	121,571	121,571	8,798
Risk Management	403,236	(1,206)	19,600	421,630	505,620	522,120	100,490
<u>Finance</u>							
Accounting and Budgeting	476,218	0	112	476,330	508,723	508,723	32,393

(Continued)

Exhibit C-5

Roane County, Tennessee
Statement of Revenues, Expenditures, and Changes
in Fund Balance - Actual (Budgetary Basis) and Budget
General Fund (Cont.)

	Actual (GAAP Basis)	Less: Encumbrances 7/1/2018	Add: Encumbrances 6/30/2019	Actual Revenues/ Expenditures (Budgetary Basis)	Budgeted Amounts		Variance with Final Budget - Positive (Negative)
					Original	Final	
<u>Expenditures (Cont.)</u>							
<u>Finance (Cont.)</u>							
Purchasing	\$ 206,111	\$ 0	\$ 0	\$ 206,111	\$ 213,385	\$ 213,385	\$ 7,274
Property Assessor's Office	646,199	0	2,477	648,676	611,828	797,247	148,571
Reappraisal Program	0	0	0	0	179,419	0	0
County Trustee's Office	306,768	0	0	306,768	353,195	358,405	51,637
County Clerk's Office	552,268	(2,700)	0	549,568	677,075	677,075	127,507
<u>Administration of Justice</u>							
Circuit Court	689,880	0	0	689,880	776,889	786,889	97,009
General Sessions Judge	605,852	0	1,835	607,687	637,673	637,673	29,986
Drug Court	227,590	0	359	227,949	92,318	501,613	273,664
Chancery Court	349,982	0	0	349,982	377,216	377,216	27,234
Juvenile Court	408,547	(291)	3,000	411,256	452,161	461,072	49,816
Office of Public Defender	54,180	0	0	54,180	60,000	65,000	10,820
Other Administration of Justice	23,892	0	0	23,892	45,000	45,000	21,108
<u>Public Safety</u>							
Sheriff's Department	3,324,675	(1,894)	4,244	3,327,025	3,714,381	3,767,161	440,136
Jail	3,325,179	0	0	3,325,179	3,403,642	3,618,642	293,463
Civil Defense	268,638	(3,141)	3,374	268,871	437,683	437,833	168,962
Other Emergency Management	418,481	0	0	418,481	442,938	418,938	457
County Coroner/Medical Examiner	89,320	0	0	89,320	100,000	110,000	20,680
<u>Public Health and Welfare</u>							
Local Health Center	134,125	(350)	1,534	135,309	165,945	165,945	30,636
Other Local Health Services	193,848	0	0	193,848	539,351	297,400	103,552
Appropriation to State	52,056	0	0	52,056	52,781	52,781	725
Other Local Welfare Services	111,200	0	0	111,200	120,000	120,000	8,800
<u>Social, Cultural, and Recreational Services</u>							
Libraries	10,000	0	0	10,000	15,800	15,800	5,800
Parks and Fair Boards	450,519	0	823	451,342	532,489	532,489	81,147
<u>Agriculture and Natural Resources</u>							
Agricultural Extension Service	62,969	0	272	63,241	95,886	95,886	32,645

(Continued)

Exhibit C-5

Roane County, Tennessee
Statement of Revenues, Expenditures, and Changes
in Fund Balance - Actual (Budgetary Basis) and Budget
General Fund (Cont.)

	Actual (GAAP Basis)	Less: Encumbrances 7/1/2018	Add: Encumbrances 6/30/2019	Actual Revenues/ Expenditures (Budgetary Basis)	Budgeted Amounts		Variance with Final Budget - Positive (Negative)
					Original	Final	
<u>Expenditures (Cont.)</u>							
<u>Agriculture and Natural Resources (Cont.)</u>							
Soil Conservation	\$ 54,639	\$ 0	\$ 0	\$ 54,639	\$ 60,549	\$ 60,549	\$ 5,910
<u>Other Operations</u>							
Industrial Development	536,050	0	0	536,050	569,380	569,380	33,330
Veterans' Services	54,758	0	0	54,758	62,137	62,137	7,379
Contributions to Other Agencies	2,032	0	0	2,032	0	120,000	117,968
Employee Benefits	56,437	0	0	56,437	65,200	65,200	8,763
Miscellaneous	549,505	(1,030)	1,701	550,176	524,475	624,475	74,299
Total Expenditures	\$ 16,984,627	\$ (19,233)	\$ 57,982	\$ 17,023,376	\$ 19,054,750	\$ 19,761,895	\$ 2,738,519
Excess (Deficiency) of Revenues							
Over Expenditures	\$ 779,313	\$ 19,233	\$ (57,982)	\$ 740,564	\$ (2,116,383)	\$ (2,059,576)	\$ 2,800,140
<u>Other Financing Sources (Uses)</u>							
Proceeds from Sale of Capital Assets	\$ 7,000	\$ 0	\$ 0	\$ 7,000	\$ 0	\$ 0	\$ 7,000
Insurance Recovery	18,986	0	0	18,986	0	12,000	6,986
Transfers Out	(960,000)	0	0	(960,000)	(760,000)	(1,660,000)	700,000
Total Other Financing Sources	\$ (934,014)	\$ 0	\$ 0	\$ (934,014)	\$ (760,000)	\$ (1,648,000)	\$ 713,986
Net Change in Fund Balance							
Fund Balance, July 1, 2018	\$ (154,701)	\$ 19,233	\$ (57,982)	\$ (193,450)	\$ (2,876,383)	\$ (3,707,576)	\$ 3,514,126
	7,603,731	(19,233)	0	7,584,498	7,757,370	7,757,370	(172,872)
Fund Balance, June 30, 2019	\$ 7,449,030	\$ 0	\$ (57,982)	\$ 7,391,048	\$ 4,880,987	\$ 4,049,794	\$ 3,341,254

The notes to the financial statements are an integral part of this statement.

Exhibit C-6

Roane County, Tennessee
Statement of Revenues, Expenditures, and Changes
in Fund Balance - Actual (Budgetary Basis) and Budget
Highway/Public Works Fund
For the Year Ended June 30, 2019

	Actual (GAAP Basis)	Add: Encumbrances 6/30/2019	Actual Revenues/ Expenditures (Budgetary Basis)	Budgeted Amounts		Variance with Final Budget - Positive (Negative)
				Original	Final	
<u>Revenues</u>						
Local Taxes	\$ 1,331,515	\$ 0	\$ 1,331,515	\$ 1,347,000	\$ 1,348,000	\$ (16,485)
Charges for Current Services	2,550	0	2,550	4,000	4,000	(1,450)
Other Local Revenues	21,813	0	21,813	28,000	28,706	(6,893)
State of Tennessee	2,556,540	0	2,556,540	2,447,000	2,237,000	319,540
Other Governments and Citizens Groups	2,010	0	2,010	3,000	3,000	(990)
Total Revenues	\$ 3,914,428	\$ 0	\$ 3,914,428	\$ 3,829,000	\$ 3,620,706	\$ 293,722
<u>Expenditures</u>						
<u>Highways</u>						
Administration	\$ 309,258	\$ 0	\$ 309,258	\$ 356,687	\$ 356,687	\$ 47,429
Highway and Bridge Maintenance	2,020,145	40,777	2,060,922	2,851,750	2,643,456	582,534
Operation and Maintenance of Equipment	497,275	0	497,275	754,614	754,614	257,339
Traffic Control	42,930	0	42,930	81,956	81,956	39,026
Litter and Trash Collection	24,545	0	24,545	61,561	61,561	37,016
Other Charges	157,926	0	157,926	193,100	193,100	35,174
Employee Benefits	80,806	0	80,806	91,720	91,720	10,914
Capital Outlay	0	0	0	8,200	8,200	8,200
Total Expenditures	\$ 3,132,885	\$ 40,777	\$ 3,173,662	\$ 4,399,588	\$ 4,191,294	\$ 1,017,632
Excess (Deficiency) of Revenues Over Expenditures	\$ 781,543	\$ (40,777)	\$ 740,766	\$ (570,588)	\$ (570,588)	\$ 1,311,354
<u>Other Financing Sources (Uses)</u>						
Transfers Out	\$ (1,470,000)	\$ 0	\$ (1,470,000)	\$ (370,000)	\$ (1,470,000)	\$ 0
Total Other Financing Sources	\$ (1,470,000)	\$ 0	\$ (1,470,000)	\$ (370,000)	\$ (1,470,000)	\$ 0

(Continued)

Exhibit C-6

Roane County, Tennessee
Statement of Revenues, Expenditures, and Changes
in Fund Balance - Actual (Budgetary Basis) and Budget
Highway/Public Works Fund (Cont.)

	Actual (GAAP Basis)	Add: Encumbrances 6/30/2019	Actual Revenues/ Expenditures (Budgetary Basis)	Budgeted Amounts		Variance with Final Budget - Positive (Negative)
				Original	Final	
Net Change in Fund Balance	\$ (688,457)	\$ (40,777)	\$ (729,234)	\$ (940,588)	\$ (2,040,588)	\$ 1,311,354
Fund Balance, July 1, 2018	2,146,735	0	2,146,735	2,146,734	2,146,734	1
Fund Balance, June 30, 2019	\$ 1,458,278	\$ (40,777)	\$ 1,417,501	\$ 1,206,146	\$ 106,146	\$ 1,311,355

The notes to the financial statements are an integral part of this statement.

Exhibit D-1

Roane County, Tennessee
Statement of Net Position
Proprietary Funds
June 30, 2019

	Business-type Activities - Major <u>Enterprise Fund</u>	<u>Governmental Activities</u>
	Public Utility <u>Fund</u>	<u>Internal Service Funds</u>
<u>ASSETS</u>		
Current Assets:		
Cash	\$ 4,385	\$ 0
Equity in Pooled Cash and Investments	1,671,631	1,849,321
Accounts Receivable	63,941	46,754
Allowance for Uncollectibles	(41,580)	0
Prepaid Items	21,699	0
Total Current Assets	<u>\$ 1,720,076</u>	<u>\$ 1,896,075</u>
Noncurrent Assets:		
Net Pension Asset	\$ 69,947	\$ 0
Capital Assets:		
Assets Not Depreciated:		
Land	5,000	0
Assets Net of Accumulated Depreciation:		
Buildings and Improvements	253,107	0
Infrastructure	5,698,437	0
Machinery and Equipment	176,529	0
Total Noncurrent Assets	<u>\$ 6,203,020</u>	<u>\$ 0</u>
Total Assets	<u>\$ 7,923,096</u>	<u>\$ 1,896,075</u>
<u>DEFERRED OUTFLOWS OF RESOURCES</u>		
Deferred Outflows of Resources:		
Pension Changes in Experience	\$ 956	\$ 0
Pension Changes in Assumptions	10,449	0
Pension Contributions After Measurement Date	10,253	0
OPEB Contributions After Measurement Date	1,934	0
Total Deferred Outflows of Resources	<u>\$ 23,592</u>	<u>\$ 0</u>
Total Assets and Deferred Outflows of Resources	<u>\$ 7,946,688</u>	<u>\$ 1,896,075</u>
<u>LIABILITIES</u>		
Current Liabilities:		
Accounts Payable	\$ 19,515	\$ 972
Accrued Payroll	4,923	0
Payroll Deductions Payable	5,923	0
Claims and Judgments Payable	0	465,093
General Obligation Bonds Payable	13,477	0
Other Loans Payable	196,068	0
Total Current Liabilities	<u>\$ 239,906</u>	<u>\$ 466,065</u>

(Continued)

Exhibit D-1

Roane County, Tennessee
Statement of Net Position
Proprietary Funds (Cont.)

	Business-type Activities - Major <u>Enterprise Fund</u>	<u>Governmental Activities</u>
	Public Utility <u>Fund</u>	<u>Internal Service Funds</u>
<u>LIABILITIES (Cont.)</u>		
Noncurrent Liabilities:		
General Obligation Bonds Payable - Long-term	\$ 452,833	\$ 0
Net OPEB Liability	50,787	0
Other Loans Payable - Long-term	3,527,439	0
Total Noncurrent Liabilities	<u>\$ 4,031,059</u>	<u>\$ 0</u>
Total Liabilities	<u>\$ 4,270,965</u>	<u>\$ 466,065</u>
<u>DEFERRED INFLOWS OF RESOURCES</u>		
Deferred Inflows of Resources:		
Pension Changes in Experience	\$ 14,764	\$ 0
Pension Changes in Investment Earnings	3,437	0
OPEB Changes in Experience	5,732	0
OPEB Changes in Assumptions	6,567	0
Total Deferred Inflows of Resources	<u>\$ 30,500</u>	<u>\$ 0</u>
<u>NET POSITION</u>		
Net Investment in Capital Assets	\$ 1,943,256	\$ 0
Restricted for Education	0	485,929
Restricted for Other Purposes	69,947	0
Unrestricted	<u>1,632,020</u>	<u>944,081</u>
Total Net Position	<u>\$ 3,645,223</u>	<u>\$ 1,430,010</u>

The notes to the financial statements are an integral part of this statement.

Exhibit D-2

Roane County, Tennessee
Statement of Revenues, Expenses, and
Changes in Net Position
Proprietary Funds
For the Year Ended June 30, 2019

	Business-type Activities - Major Enterprise Fund	Governmental Activities
	Public Utility Fund	Internal Service Funds
	<hr/>	<hr/>
<u>Operating Revenues</u>		
Charges for Services	\$ 1,187,412	\$ 1,273,948
Total Operating Revenues	<u>\$ 1,187,412</u>	<u>\$ 1,273,948</u>
 <u>Operating Expenses</u>		
Salaries and Benefits	\$ 325,504	\$ 10,569
Handling Charges and Administration	0	53,794
Advertising	11	0
Communication	2,096	0
Dues and Memberships	900	0
Engineering Services	16,845	0
Legal Services	24,532	0
Licenses	442	0
Maintenance Agreements	9,716	0
Maintenance and Repair Services	25,200	0
Postal Charges	4,822	0
Printing, Stationery, and Forms	406	0
Travel	137	234
Disposal Fees	10,373	0
Permits	1,780	0
Custodial Supplies	590	0
Diesel Fuel	5,816	0
Electricity	60,628	0
Food Supplies	808	0
Gasoline	5,340	0
Office Supplies	1,303	0
Tires and Tubes	1,530	0
Uniforms	1,992	0
Water and Sewer	15,859	0
Testing	13,321	0
Chemicals	22,953	0
Building and Contents Insurance	6,292	0
Liability Insurance	10,356	0

(Continued)

Exhibit D-2

Roane County, Tennessee
Statement of Revenues, Expenses, and
Changes in Net Position
Proprietary Funds (Cont.)

	Business-type Activities - Major Enterprise Fund	Governmental Activities
	Public Utility Fund	Internal Service Funds
<u>Operating Expenses (Cont.)</u>		
Medical Claims	\$ 0	\$ 554,476
Trustee's Commission	11,739	0
Vehicle and Equipment Insurance	12,975	0
Workers' Compensation Insurance	5,520	148,375
Depreciation	339,929	0
Loss on Disposal of Property	6,146	0
Other Charges	4,673	0
Other Capital Outlay	3,782	0
Total Operating Expenses	<u>\$ 954,316</u>	<u>\$ 767,448</u>
Operating Income (Loss)	<u>\$ 233,096</u>	<u>\$ 506,500</u>
<u>Nonoperating Revenues (Expenses)</u>		
Insurance Recovery	\$ 8,189	\$ 0
Investment Income	0	24,012
Interest on Bonds	(22,487)	0
Interest on Other Loans	(67,764)	0
Total Nonoperating Revenue (Expenses)	<u>\$ (82,062)</u>	<u>\$ 24,012</u>
Income (Loss)	<u>\$ 151,034</u>	<u>\$ 530,512</u>
Change in Net Position	\$ 151,034	\$ 530,512
Net Position July 1, 2018	<u>3,494,189</u>	<u>899,498</u>
Net Position, June 30, 2019	<u><u>\$ 3,645,223</u></u>	<u><u>\$ 1,430,010</u></u>

The notes to the financial statements are an integral part of this statement.

Exhibit D-3

Roane County, Tennessee
Statement of Cash Flows
Proprietary Funds
For the Year Ended June 30, 2019

	Business-type Activities - Major Enterprise Fund	Governmental Activities
	Public Utility Fund	Internal Service Funds
	<u> </u>	<u> </u>
<u>Cash Flows from Operating Activities</u>		
Receipts from Customers and Users	\$ 1,176,971	\$ 0
Receipts from Self-Insurance Premiums	0	1,264,457
Payments to Vendors	(245,178)	0
Payments to Employees	(343,419)	(10,569)
Payments to Insurers	(35,143)	(148,375)
Payments for Claims	0	(830,870)
Payments for Administrative Costs	0	(53,974)
Net Cash Provided By (Used In) Operating Activities	<u>\$ 553,231</u>	<u>\$ 220,669</u>
<u>Cash Flows from Capital and Related Financing Activities</u>		
Sale of Equipment	\$ 135	\$ 0
Insurance Recovery	8,189	0
Acquisition and Construction of Capital Assets	(8,000)	0
Principal Paid on Bonds	(12,853)	0
Principal Paid on Other Loans Payable	(192,624)	0
Interest Paid on Bonds	(22,487)	0
Interest Paid on Other Loans Payable	(67,764)	0
Net Cash Provided By (Used In) Capital and Related Financing Activities	<u>\$ (295,404)</u>	<u>\$ 0</u>
<u>Cash Flows from Investing Activities</u>		
Interest on Investments	<u>\$ 0</u>	<u>\$ 24,012</u>
Net Cash Provided By (Used In) Investing Activities	<u>\$ 0</u>	<u>\$ 24,012</u>
Increase (Decrease) in Cash	\$ 257,827	\$ 244,681
Cash, July 1, 2018	<u>1,418,189</u>	<u>1,604,640</u>
Cash, June 30, 2019	<u><u>\$ 1,676,016</u></u>	<u><u>\$ 1,849,321</u></u>

(Continued)

Exhibit D-3

Roane County, Tennessee
Statement of Cash Flows
Proprietary Funds (Cont.)

	Business-type Activities - Major Enterprise Fund	Governmental Activities
	Public Utility Fund	Internal Service Funds
	<u> </u>	<u> </u>
<u>Reconciliation of Net Operating Income (Loss)</u>		
<u>to Net Cash Provided By (Used In) Operating Activities</u>		
Operating Income (Loss)	\$ 233,096	\$ 506,500
Adjustments to Reconcile Net Operating Income (Loss) to Net Cash Provided By (Used In) Operating Activities:		
Depreciation	339,929	0
Loss on Disposal of Property	6,146	0
Changes in Assets and Liabilities:		
(Increase) Decrease in Current Operating Receivables	(10,441)	(9,491)
Increase (Decrease) in Accounts Payable	8,588	0
Increase (Decrease) in Accrued Payroll	100	0
Increase (Decrease) in Payroll Deductions Payable	115	0
Increase (Decrease) in Net OPEB Liability	(13,483)	0
(Increase) Decrease in Deferred Outflows Related to OPEB	(1,934)	0
Increase (Decrease) in Deferred Inflows Related to OPEB	9,245	0
(Increase) Decrease in Net Pension Asset	(27,230)	0
(Increase) Decrease in Deferred Outflows Related to Pensions	4,276	0
Increase (Decrease) in Deferred Inflows Related to Pensions	4,824	0
Increase (Decrease) in Other Current Operating Liabilities	<u>0</u>	<u>(276,340)</u>
Net Cash Provided By (Used In) Operating Activities	<u>\$ 553,231</u>	<u>\$ 220,669</u>
<u>Reconciliation of Cash With the Statement of Net Position</u>		
Cash Per Net Position	\$ 4,385	\$ 0
Equity in Pooled Cash and Investments Per Net Position	<u>1,671,631</u>	<u>1,849,321</u>
Cash, June 30, 2019	<u>\$ 1,676,016</u>	<u>\$ 1,849,321</u>

The notes to the financial statements are an integral part of this statement.

Exhibit E-1

Roane County, Tennessee
Statement of Fiduciary Assets and Liabilities
Fiduciary Funds
June 30, 2019

	Private Purpose Trust Fund	
	<u>Endowment Fund</u>	<u>Agency Funds</u>
<u>ASSETS</u>		
Cash	\$ 0	\$ 1,653,834
Equity in Pooled Cash and Investments	20,588	699,541
Accounts Receivable	0	1,436
Due from Other Governments	0	1,526,933
Due from Other Funds	0	4,269
Property Taxes Receivable	0	1,094,053
Allowance for Uncollectible Property Taxes	0	(48,347)
Prepaid Items	0	88
Notes Receivable - Long-term	0	458,485
	<u>0</u>	<u>458,485</u>
Total Assets	<u>\$ 20,588</u>	<u>\$ 5,390,292</u>
<u>LIABILITIES</u>		
Accounts Payable	\$ 0	\$ 42,176
Due to Other Funds	0	14,384
Due to Other Taxing Units	0	2,568,206
Due to Litigants, Heirs, and Others	0	1,685,632
Due to Joint Ventures	0	173,097
Other Current Liabilities	0	906,797
	<u>0</u>	<u>906,797</u>
Total Liabilities	<u>\$ 0</u>	<u>\$ 5,390,292</u>
<u>NET POSITION</u>		
Held in Trust for Scholarships	<u>\$ 20,588</u>	

The notes to the financial statements are an integral part of this statement.

Exhibit E-2

Roane County, Tennessee
Statement of Changes in Fiduciary Net Position
Fiduciary Fund
For the Year Ended June 30, 2019

	Private Purpose Trust Fund <hr/> Endowment Fund
<u>ADDITIONS</u>	
Investment Income:	
Interest	\$ 297
Total Additions	<hr/> \$ 297
Change in Net Position	\$ 297
Net Position, July 1, 2018	<hr/> 20,291
Net Position, June 30, 2019	<hr/> <hr/> \$ 20,588

The notes to the financial statements are an integral part of this statement.

ROANE COUNTY, TENNESSEE
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ROANE COUNTY, TENNESSEE
NOTES TO THE FINANCIAL STATEMENTS
For the Year Ended June 30, 2019

I. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Roane County's financial statements are presented in accordance with generally accepted accounting principles (GAAP). The Governmental Accounting Standards Board (GASB) is responsible for establishing GAAP for state and local governments.

The following are the more significant accounting policies of Roane County:

A. Reporting Entity

Roane County is a public municipal corporation governed by an elected 15-member board. As required by GAAP, these financial statements present Roane County (the primary government) and its component units. The financial statements of the Industrial Development Board of Roane County and the Roane County Emergency Communications District, component units requiring discrete presentation, were excluded from this report due to materiality calculations; therefore, the effect of their omission did not affect the independent auditor's opinion thereon. The component units discussed below are included in the county's reporting entity because of the significance of their operational or financial relationships with the county.

Discretely Presented Component Units – The following entities meet the criteria for discretely presented component units of the county. They are reported in separate columns in the government-wide financial statements to emphasize that they are legally separate from the county.

The Roane County School Department operates the public school system in the county, and the voters of Roane County elect its board. The school department is fiscally dependent on the county because it may not issue debt, and its budget and property tax levy are subject to the county commission's approval. The school department's taxes are levied under the taxing authority of the county and are included as part of the county's total tax levy.

The Industrial Development Board of Roane County was organized to promote industrial development and provide additional job opportunities in Roane County and the surrounding counties in accordance with Title 7, Chapter 53, of *Tennessee Code Annotated*. The Industrial Development Board of Roane County is governed by a nine-member board of directors appointed by the Roane County Commission. During the year, Roane County provided \$402,250 to the Industrial Development Board to be applied toward operations of the board. The financial statements of the Industrial Development Board of Roane County were not material to the component units' opinion unit and therefore have been omitted from this report.

The Roane County Emergency Communications District provides a simplified means of securing emergency services through a uniform emergency number for the residents of Roane County, and the Roane County Commission appoints its governing body. The district is funded primarily through a service charge levied on telephone services. Before the issuance of most debt instruments, the district must obtain the county commission's approval. The financial statements of the Roane County Emergency Communications District were not material to the component units' opinion unit and therefore have been omitted from this report.

The Roane County School Department does not issue separate financial statements from those of the county. Therefore, basic financial statements of the school department are included in this report as listed in the table of contents. Complete financial statements of the Industrial Development Board of Roane County and the Roane County Emergency Communications District can be obtained from their administrative offices at the following addresses:

Administrative Offices:

Industrial Development Board of Roane County
1209 North Kentucky Street
Kingston, TN 37763

Roane County Emergency Communications District
P.O. Box 236
Rockwood, TN 37854

B. Government-wide and Fund Financial Statements

The government-wide financial statements (i.e., the Statement of Net Position and the Statement of Activities) report information on all of the nonfiduciary activities of the primary government and its component units. For the most part, the effect of interfund activity has been removed from these statements. However, when applicable, interfund services provided and used between functions are not eliminated in the process of consolidation in the Statement of Activities. Governmental activities are normally supported by taxes and intergovernmental revenues. Business-type activities, which rely to a significant extent on fees and charges, are required to be reported separately from governmental activities in government-wide financial statements. Likewise, the primary government is reported separately from certain legally separate component units for which the primary government is financially accountable. The Roane County School Department component unit only reports governmental activities in the government-wide financial statements.

The Statement of Activities demonstrates the degree to which the direct expenses of a given function are offset by program revenues. Direct expenses are those that are clearly identifiable with a specific function. Program revenues include (1) charges to customers or applicants who purchase, use, or

directly benefit from goods, services, or privileges provided by a given function and (2) grants and contributions that are restricted to meeting the operational or capital requirements of a particular function. Taxes and other items not properly included among program revenues are reported instead as general revenues.

Roane County issues all debt for the discretely presented Roane County School Department. Net debt issues totaling \$62,791 were contributed by the county to the school department during the year ended June 30, 2019.

Separate financial statements are provided for governmental funds, proprietary funds (internal service and enterprise), and fiduciary funds. The internal service funds are reported with the governmental activities in the government-wide financial statements, and the fiduciary funds are excluded from the government-wide financial statements. Major individual governmental funds and the major enterprise fund are reported as separate columns in the fund financial statements.

C. Measurement Focus, Basis of Accounting, and Financial Statement Presentation

The government-wide financial statements are reported using the economic resources measurement focus and the accrual basis of accounting, as are the proprietary funds and fiduciary funds financial statements, except for agency funds, which have no measurement focus. Revenues are recorded when earned, and expenses are recorded when a liability is incurred, regardless of the timing of related cash flows. Property taxes are recognized as revenues in the year for which they are levied. Grants and similar items are recognized as revenue as soon as all eligibility requirements imposed by the provider have been met.

Fund financial statements of Roane County are organized into funds, each of which is considered to be a separate accounting entity. Each fund is accounted for by providing a separate set of self-balancing accounts that constitute its assets, deferred outflow of resources, liabilities, deferred inflow of resources, fund equity, revenues, and expenditures/expenses. Funds are organized into three major categories: governmental, proprietary, and fiduciary. An emphasis is placed on major funds within the governmental and proprietary categories. Roane County reports three proprietary funds: two internal service funds and one enterprise fund.

Separate financial statements are provided for governmental funds, proprietary funds, and fiduciary funds. Major individual governmental funds and the major enterprise fund are reported as separate columns in the fund financial statements. All other governmental funds are aggregated into a single column on the fund financial statements. The internal service funds and the fiduciary funds in total are reported in single columns by fund type.

Governmental fund financial statements are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Revenues are recognized as soon as they become both measurable and available. Revenues are considered to be available when they are collectible within the current period or soon enough thereafter to pay liabilities of the current period. For this purpose, the county considers revenues other than grants to be available if they are collected within 30 days after year-end. Grants and similar items are recognized as revenue as soon as all eligibility requirements imposed by the provider have been met and the revenues are available. Roane County considers grants and similar revenues to be available if they are collected within 60 days after year-end. Expenditures are generally recognized under the modified accrual basis of accounting when the related fund liability is incurred. Principal and interest on long-term debt are recognized as fund liabilities when due or when amounts have been accumulated in the debt service funds for payments to be made early in the following year.

Property taxes for the period levied, in-lieu-of tax payments, sales taxes, interest, and miscellaneous taxes are all considered to be susceptible to accrual and have been recognized as revenues of the current period. Applicable business taxes, litigation taxes, state-shared excise taxes, fines, forfeitures, and penalties are not susceptible to accrual since they are not measurable (reasonably estimable). All other revenue items are considered to be measurable and available only when the county receives cash.

Proprietary funds and fiduciary funds financial statements are reported using the economic resources measurement focus, except for agency funds, which have no measurement focus, and the accrual basis of accounting. Revenues are recognized when earned, and expenses are recorded when a liability is incurred, regardless of the timing of related cash flows. Grants and similar items are recognized as revenue as soon as all eligibility requirements imposed by the provider have been met.

Roane County reports the following major governmental funds:

General Fund – This is the county’s primary operating fund. It accounts for all financial resources of the general government, except those required to be accounted for in another fund.

Highway/Public Works Fund – This special revenue fund accounts for transactions of the county’s Highway Department. Local and state gasoline/fuel taxes are the foundational revenues of this fund.

General Debt Service Fund – This fund accounts for the resources accumulated and payments made for principal and interest on long-term general obligation debt of governmental funds.

Rural Debt Service Fund – This fund accounts for the resources accumulated and payments made for the retirement of bonds and notes issued for the construction and improvements of county schools prior to the Harriman City School merger on July 1, 2003.

General Capital Projects Fund – This fund is used to account for and report financial resources that are restricted, committed, or assigned to expenditure for capital outlays, including the acquisition or construction of capital facilities and other capital assets

Roane County reports the following major proprietary fund:

Public Utility Fund – This fund accounts for transactions related to the treatment of wastewater.

Additionally, Roane County reports the following fund types:

Private Purpose Trust Fund – The Endowment Fund is used to account for an endowment received by the county. The principal amount must remain intact while interest earned on the principal is to be expended for the benefit of scholarships for Roane County students.

Internal Service Funds – These funds, the Employee Insurance - Dental and the Workers' Compensation funds, are used to account for the county's self-insured dental and workers' compensation programs managed by the county for the primary government and the discretely presented school department.

Agency Funds – These funds account for amounts collected in an agency capacity by the constitutional officers; local sales taxes received by the state to be forwarded to the various cities in Roane County; the city school system's share of educational revenues; restricted revenues held for the benefit of the Office of District Attorney General and drug task force; and assets held in a custodial capacity for an industrial revolving loan program. Agency funds are custodial in nature (assets equal liabilities) and do not involve measurement of results of operations. They do, however, use the accrual basis of accounting to recognize receivables and payables.

The discretely presented Roane County School Department reports the following major governmental fund:

General Purpose School Fund – This fund is the primary operating fund for the school department. It is used to account for general operations of the school department.

Additionally, the Roane County School Department reports the following fund types:

Special Revenue Funds – These funds account for and report the proceeds of specific revenue sources that are restricted or committed to expenditure for specified purposes other than debt service or capital projects.

Capital Projects Fund – The Education Capital Projects fund is used to account for building construction and renovations of the school department.

Amounts reported as program revenues include (1) charges to customers or applicants for goods, services, or privileges provided, (2) operating grants and contributions, and (3) capital grants and contributions. Internally dedicated resources are reported as general revenues rather than as program revenues. Likewise, general revenues include all taxes.

Proprietary funds distinguish operating revenues and expenses from nonoperating items. The county has three proprietary funds, an enterprise fund used to account for wastewater operations and two internal service funds used to account for the employees' dental insurance and workers' compensation programs managed by the county for the primary government and the discretely presented school department. Operating revenues and expenses generally result from providing services in connection with the funds' principal ongoing operations. The principal operating revenue of the county's enterprise fund is charges for services from users. Operating expenses for the enterprise fund include salaries and depreciation of capital assets. The principal operating revenues of the county's internal service funds are self-insurance premiums. Operating expenses for the internal service funds include dental and workers' compensation claims, administrative expenses, and excess risk workers' compensation insurance.

D. Assets, Liabilities, Deferred Outflows/Inflows of Resources, and Net Position/Fund Balance

1. Deposits and Investments

For purposes of the Statement of Cash Flows, cash includes cash on deposit with the county trustee.

State statutes authorize the government to make direct investments in bonds, notes, or treasury bills of the U.S. government and obligations guaranteed by the U.S. government or any of its agencies; deposit accounts at state and federal chartered banks and savings and loan associations; repurchase agreements; the State Treasurer's Investment Pool; bonds of any state or political subdivision rated A or higher by any nationally recognized rating service; nonconvertible debt securities of

certain federal government sponsored enterprises; and the county's own legally issued bonds or notes.

The county trustee maintains a cash and internal investment pool that is used by all funds and the discretely presented Roane County School Department. Each fund's portion of this pool is displayed on the balance sheets or statements of net position as Equity in Pooled Cash and Investments. Most income from these pooled investments is assigned to the General Debt Service, Rural Debt Service, and General Purpose School funds. Roane County and the school department have adopted a policy of reporting U.S. Treasury obligations, U.S. agency obligations, and repurchase agreements with maturities of one year or less when purchased on the balance sheet at amortized cost. Certificates of deposit are reported at cost. Investments in the State Treasurer's Investment Pool are reported at amortized cost using a stable net asset value. State statutes require the state treasurer to administer the pool under the same terms and conditions, including collateral requirements, as prescribed for other funds invested by the state treasurer. All other investments are reported at fair value.

2. Receivables and Payables

All outstanding balances between funds are reported as due to/from other funds. Any residual balances outstanding between the governmental activities and business-type activities are reported in the government-wide financial statements as internal balances.

All ambulance, property taxes, and public utility receivables are shown with an allowance for uncollectibles. Ambulance and public utility receivables allowance for uncollectibles is based on historical collection data. The allowance for uncollectible property taxes is equal to 2.3 percent of total taxes levied.

Property taxes receivable are recognized as of the date an enforceable legal claim to the taxable property arises. This date is January 1 and is referred to as the lien date. However, revenues from property taxes are recognized in the period for which the taxes are levied, which is the ensuing fiscal year. Since the receivable is recognized before the period of revenue recognition, the entire amount of the receivable, less an estimated allowance for uncollectible taxes, is reported as a deferred inflow of resources as of June 30.

Property taxes receivable are also reported as of June 30 for the taxes that are levied, collected, and reported as revenue during the current fiscal year. These property taxes receivable are presented on the balance sheet as a deferred inflow of resources to reflect amounts not available as of June 30. Property taxes collected within 30 days of year-end are considered available and accrued. The allowance for

uncollectible taxes represents the estimated amount of the receivable that will be filed in court for collection. Delinquent taxes filed in court for collection are not included in taxes receivable since they are neither measurable nor available.

Property taxes are levied as of the first Monday in October. Taxes become delinquent and begin accumulating interest and penalty the following March 1. Suit must be filed in Chancery Court between the following February 1 to April 1 for any remaining unpaid taxes. Additional costs attach to delinquent taxes after a court suit has been filed.

Most payables are disaggregated on the face of the financial statements. Other current liabilities totaling \$68,672 reflected for the discretely presented school department on the Statement of Net Position represent monies refunded to the school department in error by the Internal Revenue Service.

3. Prepaid Items

Certain payments to vendors reflect costs applicable to future accounting periods and are recorded as prepaid items in both the government-wide and fund financial statements. The cost of prepaid items is recorded as an expenditure when consumed rather than when purchased. Prepays are offset in the nonspendable fund balance account in governmental funds.

4. Restricted Assets

Restricted assets consist of amounts held in two separate pension stabilization trusts by the Tennessee Consolidated Retirement System (TCRS) for the benefit of Roane County's Public Employee Retirement Plan and the discretely presented Roane County School Department's Teacher Retirement Plan. The purpose of these trusts is to accumulate funds to provide stabilization (smoothing) of retirement costs to the county and the school system in times of fluctuating investment returns and market downturns. These funds are held and invested by TCRS pursuant to an irrevocable agreement and may only be used for the benefit of Roane County and the Roane County School Department to fund retirement benefits upon approval of the TCRS Board of Directors. To date, Roane County and the Roane County School Department have not withdrawn any funds from the trust to pay pension costs. Trust documents provide that the funds are not subject to the claims of general creditors of Roane County or the Roane County School Department.

5. Capital Assets

Governmental funds do not capitalize the cost of capital outlays; these funds report capital outlays as expenditures upon acquisition.

Capital assets, which include property, plant, equipment, and infrastructure assets (e.g., roads, bridges, and similar items), are reported in the governmental and business-type columns in the government-wide financial statements. Capital assets are defined by the government as assets with an initial, individual cost of \$10,000 or more and an estimated useful life exceeding five years. Such assets are recorded at historical cost or estimated historical cost if purchased or constructed. Donated capital assets are recorded at acquisition value at the date of donation.

The costs of normal maintenance and repairs that do not add to the value of the asset or materially extend assets' lives are not capitalized. Major outlays for capital assets and improvements are capitalized as projects are constructed.

Property, plant, equipment, and infrastructure of the primary government and the discretely presented school department are depreciated using the straight-line method over the following estimated useful lives:

<u>Assets</u>	<u>Years</u>
Buildings and Improvements	40
Other Capital Assets	5 - 10
Infrastructure	10 - 100

6. Deferred Outflows/Inflows of Resources

In addition to assets, the Statement of Net Position will sometimes report a separate section for deferred outflows of resources. This separate financial statement element, deferred outflows of resources, represents a consumption of net position that applies to a future period(s) and so will not be recognized as an outflow of resources (expense/expenditure) until then. The government has items that qualify for reporting in this category. Accordingly, these items are reported in the government-wide Statement of Net Position. These items are for pension and OPEB changes in experience and assumptions, pension and OPEB contributions after the measurement date; and pension and OPEB other deferrals.

In addition to liabilities, the Statement of Net Position will sometimes report a separate section for deferred inflows of resources. This separate financial statement element, deferred inflows of resources, represents

an acquisition of net position that applies to a future period(s) and so will not be recognized as an inflow of resources (revenue) until that time. The government has items that qualify for reporting in this category. Accordingly, the items are reported in the government-wide Statement of Net Position and the governmental funds balance sheet. These items are for current and delinquent property taxes, pension changes in experience, OPEB changes in assumptions, pension changes in investment earnings; pension other deferrals, various receivables for revenues which do not meet the availability criteria in governmental funds, and a deferred difference on refunding. A deferred difference on refunding results from the difference in the carrying value of refunded debt and its reacquisition price. This amount is deferred and amortized over the shorter of the life of the refunded or refunding debt. These amounts are deferred and recognized as an inflow of resources in the period that the amounts become available.

7. Compensated Absences

It is the county and school department's policy to permit employees to accumulate earned but unused vacation and sick pay benefits. There is no liability for unpaid accumulated sick leave since Roane County does not have a policy to pay any amounts when employees separate from service with the government. All vacation pay is accrued when incurred in the government-wide statements for the county and the discretely presented school department. A liability for vacation pay is reported in governmental funds only if amounts have matured, for example, as a result of employee resignations and retirements.

8. Long-term Debt and Long-term Obligations

In the government-wide financial statements and the proprietary fund type in the fund financial statements, long-term debt and other long-term obligations are reported as liabilities in the applicable governmental activities or proprietary fund type Statement of Net Position. Debt premiums and discounts are deferred and amortized over the life of the new debt using the straight-line method. Debt issuance costs are expensed in the period incurred. In refunding transactions, the difference between the reacquisition price and the net carrying amount of the old debt is reported as a deferred outflow of resources or a deferred inflow of resources and recognized as a component of interest expense in a systematic and rational manner over the remaining life of the refunded debt or the life of the new debt issued, whichever is shorter.

In the fund financial statements, governmental funds recognize debt premiums and discounts, as well as debt issuance costs, during the current period. The face amount of debt issued is reported as other financing sources. Premiums received on debt issuances are reported as

other financing sources, while discounts on debt issuances are reported as other financing uses. Issuance costs, whether or not withheld from the actual debt proceeds received, are reported as debt service expenditures.

Only the matured portion (the portion that has come due for payment) of long-term indebtedness, including bonds payable, is recognized as a liability and expenditure in the governmental fund financial statements. Liabilities and expenditures for other long-term obligations, including compensated absences, other postemployment benefits, and landfill closure/postclosure care costs, are recognized to the extent that the liabilities have matured (come due for payment) each period.

9. Net Position and Fund Balance

In the government-wide financial statements and the proprietary funds in the fund financial statements, equity is classified as net position and displayed in three components:

- a. Net investment in capital assets – Consists of capital assets, including restricted capital assets, net of accumulated depreciation and reduced by the outstanding balances of any bonds, mortgages, notes, or other borrowings that are attributable to the acquisition, construction, or improvement of those assets.
- b. Restricted net position – Consists of net position with constraints placed on the use either by (1) external groups such as creditors, grantors, contributors, or laws or regulations of other governments; or (2) law through constitutional provisions or enabling legislation.
- c. Unrestricted net position – All other net position that does not meet the definition of restricted or net investment in capital assets.

As of June 30, 2019, Roane County had \$8,123,849 in outstanding debt for capital purposes of other entities (schools of \$5,536,949 and industrial purposes of \$2,586,900). In accordance with state statutes, certain county school debt proceeds must be shared with other public school systems in the county (City of Oak Ridge School System) based on an average daily attendance proration. This debt is a liability of Roane County, but the capital assets acquired are reported in the financial statements of the school department and the City of Oak Ridge School System. Therefore, Roane County has incurred a liability, significantly decreasing its unrestricted net position with no corresponding increase in the county's capital assets.

It is the county's policy that unrestricted amounts would be reduced first followed by restricted amounts when expenditures are incurred for purposes for which both restricted and unrestricted fund balance is available. Also, it is the county's policy that unassigned amounts would be reduced first, followed by assigned amounts, and then committed amounts when expenditures are incurred for purposes for which amounts in any of these unrestricted fund balance classifications could be used.

In the fund financial statements, governmental funds report fund balance in classifications that comprise a hierarchy based primarily on the extent to which the government is bound to honor constraints on the specific purposes for which amounts in these funds can be spent. These classifications may consist of the following:

Nonspendable Fund Balance – includes amounts that cannot be spent because they are either (a) not in spendable form or (b) legally or contractually required to be maintained intact.

Restricted Fund Balance – includes amounts that have constraints placed on the use of the resources that are either (a) externally imposed by creditors, grantors, contributors or laws and regulations of other governments or (b) imposed by law through constitutional provisions or enabling legislation.

Committed Fund Balance – includes amounts that can only be used for specific purposes pursuant to constraints imposed by formal resolutions of the county commission, the county's highest level of decision-making authority and the Board of Education, the school department's highest level of decision-making authority, and shall remain binding unless removed in the same manner.

Assigned Fund Balance – includes amounts that are constrained by the county's intent to be used for specific purposes but are neither restricted nor committed (excluding stabilization arrangements). The county commission makes assignments for the general government. The Board of Education makes assignments for the school department. Assigned fund balance in the General Fund represents amounts assigned for encumbrances (\$57,982) and amounts appropriated for use in the 2019-2020 budget (\$2,656,146). Assigned fund balance in the school department's General Purpose School Fund consists primarily of assignments for encumbrances (\$129,101) and other postemployment benefits (\$355,824).

Unassigned Fund Balance – the residual classification of the General and General Purpose School funds. This classification represents fund balance that has not been assigned to other funds and that has not been restricted, committed, or assigned to specific purposes within the General and General Purpose School funds.

10. Optimal Fund Balance Policy

The county does not have a minimum fund balance policy; however, the county commission and Board of Education have adopted policies establishing optimal fund balances to provide management with appropriate guidelines and direction to assist in making sound decisions related to managing the fund balance of certain governmental funds. The following optimal fund balance policies apply to the sum of restricted, committed, assigned, and unassigned fund balance, with the exception of the General Purpose School Fund for which the policy applies only to unassigned fund balance.

Primary Government

General Fund – 35 to 45 percent of current-year appropriations

Highway/Public Works Fund – seven to 15 percent of current-year appropriations

Debt Service Funds – the county will typically have one year of future payments as fund balance

Discretely Presented Roane County School Department

General Purpose School Fund – seven to ten percent of operating expenditures

Central Cafeteria Fund – 15 to 30 percent of operating expenditures

School Transportation Fund – ten to 20 percent of operating expenditures

Extended School Program Fund – 15 to 40 percent of operating expenditures

E. Pension Plans

Primary Government

For purposes of measuring the net pension liability, deferred outflows of resources and deferred inflows of resources related to pensions, and pension expense, information about the fiduciary net position of Roane County's participation in the Public Employee Retirement Plans (agent legacy and agent hybrid plans) of the Tennessee Consolidated Retirement System (TCRS), and additions to/deductions from Roane County's fiduciary net position have been determined on the same basis as they are reported by the TCRS for the Public Employee Retirement Plan. For this purpose, benefits (including refunds of employee contributions) are recognized when due and payable in accordance with the benefit terms of the Public Employee Retirement Plans of TCRS. Investments are reported at fair value.

Discretely Presented Roane County School Department

For purposes of measuring the net pension liability, deferred outflows of resources and deferred inflows of resources related to pensions, and pension expense, information about the fiduciary net position of the Teacher Retirement Plan and the Teacher Legacy Pension Plan in the Tennessee Consolidated Retirement System, and additions to/deductions from fiduciary net position have been determined on the same basis as they are reported by the TCRS. For this purpose, benefits (including refunds of employee contributions) are recognized when due and payable in accordance with the benefit terms of the Teacher Retirement Plan and the Teacher Legacy Pension Plan. Investments are reported at fair value.

F. Other Postemployment Benefit (OPEB) Plans

Primary Government

For purposes of measuring the net OPEB liability, deferred outflows of resources and deferred inflows of resources related to OPEB, and OPEB expense, have been determined on the same basis as they are reported by Roane County. For this purpose, Roane County recognizes benefit payments when due and payable in accordance with benefit terms. Roane County's OPEB plan is not administered through a trust.

Discretely Presented Roane County School Department

For purposes of measuring the net OPEB liability, deferred outflows of resources and deferred inflows of resources related to OPEB, and OPEB expense, have been determined on the same basis as they are reported by the discretely presented Roane County School Department. For this purpose, the school department recognizes benefit payments when due and payable in

accordance with benefit terms. The school department's OPEB plan is not administered through a trust.

II. RECONCILIATION OF GOVERNMENT-WIDE AND FUND FINANCIAL STATEMENTS

A. Explanation of certain differences between the governmental fund balance sheet and the government-wide Statement of Net Position

Primary Government

Exhibit C-2 includes explanations of the nature of individual elements of items required to reconcile the balance sheet of governmental funds with the government-wide Statement of Net Position.

Discretely Presented Roane County School Department

Exhibit K-3 includes explanations of the nature of individual elements of items required to reconcile the balance sheet of governmental funds with the government-wide Statement of Net Position.

B. Explanation of certain differences between the governmental fund Statement of Revenues, Expenditures, and Changes in Fund Balances and the government-wide Statement of Activities

Primary Government

Exhibit C-4 includes explanations of the nature of individual elements of items required to reconcile the net change in fund balances – total governmental funds with the change in net position of governmental activities reported in the government-wide Statement of Activities.

Discretely Presented Roane County School Department

Exhibit K-5 includes explanations of the nature of individual elements of items required to reconcile the net change in fund balances – total governmental funds with the change in net position of governmental activities reported in the government-wide Statement of Activities.

III. STEWARDSHIP, COMPLIANCE, AND ACCOUNTABILITY

A. Budgetary Information

Annual budgets are adopted on a basis consistent with generally accepted accounting principles (GAAP) for all governmental funds except the Constitutional Officers - Fees Fund (special revenue fund), which is not budgeted, and the Highway Capital Projects Fund, which adopts project length budgets. All annual appropriations lapse at fiscal year end.

The county is required by state statute to adopt annual budgets. Annual budgets are prepared on the basis in which current available funds must be sufficient to meet current expenditures. Expenditures and encumbrances may not legally exceed appropriations authorized by the county commission and any authorized revisions. Unencumbered appropriations lapse at the end of each fiscal year.

The budgetary level of control is at the major category level established by the County Uniform Chart of Accounts, as prescribed by the Comptroller of the Treasury of the State of Tennessee. Major categories are at the department level (examples of General Fund major categories: County Commission, Board of Equalization, County Executive, County Attorney, etc.). Management may make revisions within major categories, but only the county commission may transfer appropriations between major categories. During the year, several supplementary appropriations were necessary.

The county’s budgetary basis of accounting is consistent with GAAP, except instances in which encumbrances are treated as budgeted expenditures. The difference between the budgetary basis and GAAP basis is presented on the face of each budgetary schedule.

At June 30, 2019, Roane County and the Roane County School Department reported encumbrances in the following budgeted funds:

Fund	Amount
Primary Government:	
General	\$ 57,982
Highway/Public Works	40,777
Nonmajor governmental	79,856
Discretely Presented School Department:	
General Purpose School	129,101
Nonmajor governmental	22,593

B. Expenditures Exceeded Appropriations

Expenditures exceeded appropriations approved by the county commission in the Career and Technical Education Program major appropriations category (the legal level of control) of the General Purpose School Fund by \$77,506. Expenditures that exceed appropriations are a violation of state statutes. These expenditures in excess of appropriations were funded by available fund balance in the General Purpose School Fund.

IV. DETAILED NOTES ON ALL FUNDS

A. Deposits and Investments

Roane County and the Roane County School Department participate in an internal cash and investment pool through the Office of Trustee. The county trustee is the treasurer of the county and in this capacity is responsible for receiving, disbursing, and investing most county funds. Each fund's portion of this pool is displayed on the balance sheets or statements of net position as Equity in Pooled Cash and Investments. Cash reflected on the balance sheets or statements of net position represents nonpooled amounts held separately by individual funds.

Deposits

Legal Provisions. All deposits with financial institutions must be secured by one of two methods. One method involves financial institutions that participate in the bank collateral pool administered by the state treasurer. Participating banks determine the aggregate balance of their public fund accounts for the State of Tennessee and its political subdivisions. The amount of collateral required to secure these public deposits must equal at least 105 percent of the average daily balance of public deposits held. Collateral securities required to be pledged by the participating banks to protect their public fund accounts are pledged to the state treasurer on behalf of the bank collateral pool. The securities pledged to protect these accounts are pledged in the aggregate rather than against each account. The members of the pool may be required by agreement to pay an assessment to cover any deficiency. Under this additional assessment agreement, public fund accounts covered by the pool are considered to be insured for purposes of credit risk disclosure.

For deposits with financial institutions that do not participate in the bank collateral pool, state statutes require that all deposits be collateralized with collateral whose fair value is equal to 105 percent of the uninsured amount of the deposits. The collateral must be placed by the depository bank in an escrow account in a second bank for the benefit of the county.

Investments

Legal Provisions. Counties are authorized to make direct investments in bonds, notes, or treasury bills of the U.S. government and obligations guaranteed by the U.S. government or any of its agencies; deposits at state and federal chartered banks and savings and loans associations; bonds of any state or political subdivision rated A or higher by any nationally recognized rating service; nonconvertible debt securities of certain federal government sponsored enterprises; and the county's own legally issued bonds or notes. These investments may not have a maturity greater than two years. The county may make investments with longer maturities if various restrictions set out in state law are followed. Counties are also authorized to make investments in the

State Treasurer’s Investment Pool and in repurchase agreements. Repurchase agreements must be approved by the state Comptroller’s Office and executed in accordance with procedures established by the State Funding Board. Securities purchased under a repurchase agreement must be obligations of the U.S. government or obligations guaranteed by the U.S. government or any of its agencies. When repurchase agreements are executed, the purchase of the securities must be priced at least two percent below the fair value of the securities on the day of purchase.

Investment Balances. As of June 30, 2019, Roane County had the following investments carried at amortized cost using a Stable Net Asset Value. All investments are in the State Treasurer’s Investment Pool. Separate disclosures concerning pooled investments cannot be made for Roane County and the discretely presented Roane County School Department since both pool their deposits and investments through the county trustee.

Investment	Weighted Average Maturity (days)	Amortized Cost
State Treasurer's Investment Pool	1 to 86	\$ 33,042,960

Interest Rate Risk. Interest rate risk is the risk that changes in interest rates will adversely affect the fair value of an investment. State statutes limit the maturities of certain investments as previously disclosed. Roane County does not have a formal investment policy that limits investment maturities as a means of managing its exposure to fair value losses arising from increasing interest rates.

Credit Risk. Credit risk is the risk that an issuer or other counterparty to an investment will not fulfill its obligations. State statutes limit the ratings of certain investments as previously explained. Roane County has no investment policy that would further limit its investment choices. As of June 30, 2019, Roane County’s investment in the State Treasurer’s Investment Pool was unrated.

TCRS Stabilization Trust

Legal Provisions. Roane County’s Public Employee Hybrid Retirement Plan and the discretely presented Roane County School Department’s Teacher Hybrid Retirement Plan are members of the Tennessee Consolidated Retirement System (TCRS) Stabilization Reserve Trust. The County and the school department have placed funds into the irrevocable trusts as authorized by statute under *Tennessee Code Annotated (TCA)*, Title 8, Chapters 34-37. The TCRS Board of Trustees is responsible for the proper operation and administration of the trust. Funds of trust members are held and invested in the name of the trust for the benefit of each member. Each member’s funds are restricted for the payment of retirement benefits of that member’s employees.

Trust funds are not subject to the claims of general creditors of the county or the school department.

The trust is authorized to make investments as directed by the TCRS Board of Trustees. Roane County and the Roane County School Department may not impose any restrictions on investments placed by the trust on their behalf.

Investment Balances. Assets of the TCRS, including the Stabilization Reserve Trust, are invested in the Tennessee Retiree Group Trust (TRGT). The TRGT is not registered with the Securities and Exchange Commission (SEC) as an investment company. The State of Tennessee has not obtained a credit quality rating for the TRGT from a nationally recognized credit ratings agency. The fair value of investment positions in the TRGT is determined daily based on the fair value of the pool's underlying portfolio. Furthermore, TCRS had not obtained or provided any legally binding guarantees to support the value of participant shares during the fiscal year. There are no restrictions on the sale or redemption of shares.

Investments are reported at fair value or amortized, which approximates fair value. Securities traded on a national exchange are valued at the last reported sales price. Investment income consists of realized and unrealized appreciation (depreciation) in the fair Securities and securities transactions are recorded in the financial statements on a trade-date basis. The fair value of assets of the TRGT held at June 30, 2019, represents the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants. Assets held are categorized for fair value measurement within the fair value hierarchy established by GAAP. The hierarchy is based on the valuation inputs used to measure the fair value of the asset and give the highest priority to unadjusted quoted prices in active markets for identical assets or liabilities (Level 1 measurements) and the lowest priority to unobservable inputs (Level 3 measurements).

- Level 1 - Unadjusted quoted prices for identical assets or liabilities in active markets that can be accessed at the measurement date.

- Level 2 - Quoted prices for similar assets or liabilities in active markets; quoted prices for identical or similar assets or liabilities in markets that are not active; assets or liabilities that have a bid-ask spread price in an inactive dealer market, brokered market and principal-to-principal market; and Level 1 assets or liabilities that are adjusted.

- Level 3 - Valuations derived from valuation techniques in which significant inputs are unobservable.

Investments using the Net Asset Value (“NAV”) per share have no readily determinable fair value and have been determined using amortized cost, which approximates fair value.

Where inputs used in the measurement of fair value fall into different levels of the hierarchy, fair value of the instrument in its entirety is categorized based on the lowest level input that is significant to the valuation. This assessment requires professional judgement and as such management of the TRGT developed a fair value committee that worked in conjunction with the plan's custodian and investment professionals to make these valuations. All assets held were valued individually and aggregated into classes to be represented in the table below.

Short-term securities generally include investments in money market-type securities reported at cost plus accrued interest.

Equity and equity derivative securities classified in Level 1 are valued using last reported sales prices quoted in active markets that can be accessed at the measurement date. Equity and equity derivative securities classified in Level 2 are securities whose values are derived daily from associated traded securities. Equity securities classified in Level 3 are valued with last trade data having limited trading volume.

U.S. Treasury Bills, Bonds, Notes and Futures classified in Level 1 are valued using last reported sales prices quoted in active markets that can be accessed at the measurement date. Debt and debt derivative securities classified in Level 2 are valued using a bid-ask spread price from multiple independent brokers, dealers, or market principals, which are known to be actively involved in the market. Level 3 debt securities are valued using proprietary information, a single pricing source, or other unobservable inputs related to similar assets or liabilities.

Real estate investments classified in Level 3 are valued using the last valuations provided by external investment advisors or independent external appraisers. Generally, all direct real estate investments are appraised by a qualified independent appraiser(s) with the professional designation of Member of the Appraisal Institute ("MAI"), or its equivalent, every three (3) years beginning from the acquisition date of the property. The appraisals are performed using generally accepted valuation approaches applicable to the property type.

Investments in private mutual funds, traditional private equity funds, strategic lending funds and real estate funds that report using GAAP, the fair value, as well as the unfunded commitments, were determined using the prior quarter's NAV, as reported by the fund managers, plus the current cash flows. These assets were then categorized by investment strategy. In instances where the fund investment reported using non-GAAP standards, the investment was valued using the same method, but was classified in Level 3.

At June 30, 2019, Roane County's Public Employee Hybrid Retirement Plan had the following investments held by the trust on its behalf.

Primary Government:

Investment	Weighted Average Maturity (days)	Maturities	Fair Value
Investments at Fair Value:			
U.S. Equity	N/A	N/A	\$ 26,762
Developed Market International Equity	N/A	N/A	12,086
Emerging Market International Equity	N/A	N/A	3,453
U.S. Fixed Income	N/A	N/A	17,266
Real Estate	N/A	N/A	17,266
Short-term Securities	N/A	N/A	8,633
Investments at Amortized Cost using the NAV:			
Private Equity and Strategic Lending	N/A	N/A	863
Total			<u>\$ 86,329</u>

Investment by Fair Value Level	Fair Value 6-30-19	Fair Value Measurements Using			Amortized Cost NAV
		Quoted Prices in Active Markets for Identical Assets (Level 1)	Significant Other Observable Inputs (Level 2)	Significant Unobservable Inputs (Level 3)	
U.S. Equity	\$ 26,762	\$ 26,762	0	0	0
Developed Market International Equity	12,086	12,086	0	0	0
Emerging Market International Equity	3,453	3,453	0	0	0
U.S. Fixed Income	17,266	0	17,266	0	0
Real Estate	8,633	0	0	8,633	0
Short-term Securities	863	0	863	0	0
Private Equity and Strategic Lending	17,266	0	0	0	17,266
Total	<u>\$ 86,329</u>	<u>\$ 42,301</u>	<u>\$ 18,129</u>	<u>\$ 8,633</u>	<u>17,266</u>

School Department:

Investment	Weighted Average Maturity (days)	Maturities	Fair Value
Investments at Fair Value:			
U.S. Equity	N/A	N/A	\$ 10,157
Developed Market International Equity	N/A	N/A	4,402
Emerging Market International Equity	N/A	N/A	1,258
U.S. Fixed Income	N/A	N/A	6,289
Real Estate	N/A	N/A	6,289
Short-term Securities	N/A	N/A	3,144
Investments at Amortized Cost using the NAV:			
Private Equity and Strategic Lending	N/A	N/A	314
Total			<u>\$ 31,853</u>

Investment by Fair Value Level	Fair Value 6-30-19	Fair Value Measurements Using			Amortized Cost	NAV
		Quoted Prices in Active Markets for Identical Assets (Level 1)	Significant Other Observable Inputs (Level 2)	Significant Unobservable Inputs (Level 3)		
U.S. Equity	\$ 10,157	\$ 10,157	0	\$ 0	0	
Developed Market International Equity	4,402	4,402	0	0	0	
Emerging Market International Equity	1,258	1,258	0	0	0	
U.S. Fixed Income	6,289	0	6,289	0	0	
Real Estate	3,144	0	0	3,144	0	
Short-term Securities	314	0	314	0	0	
Private Equity and Strategic Lending	6,289	0	0	0	6,289	
Total	<u>\$ 31,853</u>	<u>\$ 15,817</u>	<u>\$ 6,603</u>	<u>\$ 3,144</u>	<u>6,289</u>	

At June 30, 2019, the discretely presented Roane County School Department's Teacher Hybrid Retirement Plan had the following investments held by the trust on its behalf.

Investment	Weighted Average Maturity (days)	Maturities	Fair Value
Investments at Fair Value:			
U.S. Equity	N/A	N/A	\$ 29,203
Developed Market International Equity	N/A	N/A	13,189
Emerging Market International Equity	N/A	N/A	3,768
U.S. Fixed Income	N/A	N/A	18,841
Real Estate	N/A	N/A	9,420
Short-term Securities	N/A	N/A	942
Investments at Amortized Cost using the NAV:			
Private Equity and Strategic Lending	N/A	N/A	18,841
Total			\$ 94,204

Investment by Fair Value Level	Fair Value 6-30-19	Fair Value Measurements Using			Amortized Cost NAV
		Quoted Prices in Active Markets for Identical Assets (Level 1)	Significant Other Observable Inputs (Level 2)	Significant Unobservable Inputs (Level 3)	
U.S. Equity	\$ 29,203	\$ 29,203	0 \$	0 \$	0
Developed Market International Equity	13,189	13,189	0	0	0
Emerging Market International Equity	3,768	3,768	0	0	0
U.S. Fixed Income	18,841	0	18,841	0	0
Real Estate	9,420	0	0	9,420	0
Short-term Securities	942	0	942	0	0
Private Equity and Strategic Lending	18,841	0	0	0	18,841
Total	\$ 94,204	\$ 46,160	\$ 19,783	\$ 9,420	\$ 18,841

Risks and Uncertainties. The trust's investments include various types of investment funds, which in turn invest in any combination of stock, bonds and other investments exposed to various risks, such as interest rate, credit, and market risk. Due to the level of risk associated with certain investment securities, it is at least reasonably possible that changes in the values of investment securities will occur in the near term and that such changes could materially affect the amounts reported for trust investments.

Interest Rate Risk. Interest rate risk is the risk that changes in interest rates will adversely affect the fair value of an investment. The Roane County School Department does not have the ability to limit trust investment maturities as a means of managing its exposure to fair value losses arising from increasing interest rates.

Credit Risk. Credit risk is the risk that an issuer or other counterparty to an investment will not fulfill its obligations. The Roane County School Department does not have the ability to limit the credit ratings of individual investments made by the trust.

Concentration of Credit Risk. Concentration of credit risk is the risk of loss attributed to the magnitude of the county's investment in a single issuer. Roane County School Department places no limit on the amount the county may invest in one issuer.

Custodial Credit Risk. Custodial credit risk for investments is the risk that, in the event of a failure of the counterparty to a transaction, the county will not be able to recover the value of its investments or collateral securities that are in the possession of an outside party. Pursuant to the trust agreement, investments are held in the name of the trust for the benefit of the Roane County School Department to pay retirement benefits of the school department employees.

For further information concerning the school department's investments with the TCRS Stabilization Reserve Trust, audited financial statements of the Tennessee Consolidated Retirement System may be obtained at <https://comptroller.tn.gov/content/dam/cot/sa/advanced-search/disclaimer/2019/ag18092.pdf>.

B. Notes Receivable

Notes receivable consists of industrial loans totaling \$458,485 in the Community Development - Agency Fund due from local businesses. These loans were made from revolving loan funds received from the U.S. Department of Commerce passed through the Tennessee Department of Economic and Community Development.

C. Capital Assets

Capital assets activity for the year ended June 30, 2019, was as follows:

Primary Government

Governmental Activities:

	Balance 7-1-18	Increases	Decreases	Balance 6-30-19
Capital Assets				
Not Depreciated:				
Land	\$ 5,024,292	\$ 534,255	\$ 0	\$ 5,558,547
Construction in Progress	10,010	0	0	10,010
Total Capital Assets Not Depreciated	<u>\$ 5,034,302</u>	<u>\$ 534,255</u>	<u>\$ 0</u>	<u>\$ 5,568,557</u>
Capital Assets Depreciated:				
Buildings and Improvements	\$ 16,811,200	\$ 360,745	\$ 0	\$ 17,171,945
Infrastructure	40,893,804	974,818	0	41,868,622
Other Capital Assets	13,762,826	1,059,005	(460,028)	14,361,803
Total Capital Assets Depreciated	<u>\$ 71,467,830</u>	<u>\$ 2,394,568</u>	<u>\$ (460,028)</u>	<u>\$ 73,402,370</u>
Less Accumulated Depreciation For:				
Buildings and Improvements	\$ 5,201,521	\$ 494,525	\$ 0	\$ 5,696,046
Infrastructure	19,573,811	1,419,474	0	20,993,285
Other Capital Assets	10,396,001	1,000,003	(460,028)	10,935,976
Total Accumulated Depreciation	<u>\$ 35,171,333</u>	<u>\$ 2,914,002</u>	<u>\$ (460,028)</u>	<u>\$ 37,625,307</u>
Total Capital Assets Depreciated, Net	<u>\$ 36,296,497</u>	<u>\$ (519,434)</u>	<u>\$ 0</u>	<u>\$ 35,777,063</u>
Governmental Activities Capital Assets, Net	<u>\$ 41,330,799</u>	<u>\$ 14,821</u>	<u>\$ 0</u>	<u>\$ 41,345,620</u>

Depreciation expense was charged to functions of the primary government as follows:

Governmental Activities:

General Government	\$ 442,633
Administration of Justice	14,650
Public Safety	431,409
Public Health and Welfare	377,528
Social, Cultural, and Recreational Services	75,984
Highways/Public Works	<u>1,571,798</u>
Total Depreciation Expense - Governmental Activities	<u>\$ 2,914,002</u>

Business-Type Activities:

	Balance 7-1-18	Increases	Decreases	Balance 6-30-19
Capital Assets Not Depreciated:				
Land	\$ 5,000	\$ 0	\$ 0	\$ 5,000
Total Capital Assets Not Depreciated	<u>\$ 5,000</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 5,000</u>
Capital Assets Depreciated:				
Buildings and Improvements	\$ 996,279	\$ 0	\$ 0	\$ 996,279
Infrastructure	8,248,812	0	0	8,248,812
Other Capital Assets	1,089,470	7,999	(36,405)	1,061,064
Total Capital Assets Depreciated	<u>\$ 10,334,561</u>	<u>\$ 7,999</u>	<u>\$ (36,405)</u>	<u>\$ 10,306,155</u>
Less Accumulated Depreciation For:				
Buildings and Improvements	\$ 734,360	\$ 8,812	\$ 0	\$ 743,172
Infrastructure	2,299,152	251,223	0	2,550,375
Other Capital Assets	834,766	79,894	(30,124)	884,536
Total Accumulated Depreciation	<u>\$ 3,868,278</u>	<u>\$ 339,929</u>	<u>\$ (30,124)</u>	<u>\$ 4,178,083</u>
Total Capital Assets Depreciated, Net	<u>\$ 6,466,283</u>	<u>\$ (331,930)</u>	<u>\$ (6,281)</u>	<u>\$ 6,128,072</u>
Business-type Activities Capital Assets, Net	<u>\$ 6,471,283</u>	<u>\$ (331,930)</u>	<u>\$ (6,281)</u>	<u>\$ 6,133,072</u>

Depreciation expense totaling \$339,929 was charged to the Public Utility Fund.

Discretely Presented Roane County School Department

Governmental Activities:

	Balance 7-1-18	Increases	Decreases	Balance 6-30-19
Capital Assets Not Depreciated:				
Land	\$ 1,338,172	\$ 0	\$ 0	\$ 1,338,172
Construction in Progress	608,665	58,701	(370,068)	297,298
Total Capital Assets Not Depreciated	\$ 1,946,837	\$ 58,701	\$ (370,068)	\$ 1,635,470
Capital Assets Depreciated:				
Buildings and Improvements	\$ 105,981,300	\$ 370,068	\$ 0	\$ 106,351,368
Other Capital Assets	10,990,547	610,114	(273,239)	11,327,422
Total Capital Assets Depreciated	\$ 116,971,847	\$ 980,182	\$ (273,239)	\$ 117,678,790
Less Accumulated Depreciation For:				
Buildings and Improvements	\$ 44,203,347	\$ 2,480,770	\$ 0	\$ 46,684,117
Other Capital Assets	8,223,037	509,336	(273,239)	8,459,134
Total Accumulated Depreciation	\$ 52,426,384	\$ 2,990,106	\$ (273,239)	\$ 55,143,251
Total Capital Assets Depreciated, Net	\$ 64,545,463	\$ (2,009,924)	\$ 0	\$ 62,535,539
Governmental Activities Capital Assets, Net	\$ 66,492,300	\$ (1,951,223)	\$ (370,068)	\$ 64,171,009

Depreciation expense was charged to functions of the discretely presented Roane County School Department as follows:

Governmental Activities:

Support Services	\$ 2,976,344
Operation of Non-instructional Services	13,762
Total Depreciation Expense - Governmental Activities	\$ 2,990,106

D. Interfund Receivables, Payables, and Transfers

The composition of interfund balances as of June 30, 2019, was as follows:

Due to/from Other Funds:

<u>Receivable Fund</u>	<u>Payable Fund</u>	<u>Amount</u>
Primary Government:		
General	Nonmajor governmental	\$ 5,157
General	Agency	14,384
Highway/Public Works	Nonmajor governmental	23,625
Nonmajor governmental	General	2,100
Agency	General Capital Projects	4,269
Discretely Presented School Department:		
General Purpose School	Nonmajor governmental	108,455
Nonmajor governmental	General Purpose School	19,210
Nonmajor governmental	Nonmajor governmental	7,068

These balances resulted from the time lag between the dates that interfund goods and services are provided or reimbursable expenditures occur and payments between funds are made.

Interfund Loans to/from Other Funds:

<u>Receivable Fund</u>	<u>Payable Fund</u>	<u>Amount</u>
Primary Government:		
General	Highway/Public Works	\$ 700,000

This loan is discussed in Note IV.H., Internal Financing. Of the \$700,000 balance at June 30, 2019, \$612,500 is not expected to be repaid within one year and is offset by nonspendable fund balance in the General Fund.

Due to/from Primary Government and Component Unit:

<u>Receivable</u>	<u>Payable</u>	<u>Amount</u>
Primary Government:		
Component Unit:		
Nonmajor governmental	School Department:	
	General Purpose School	\$ 18
Component Unit:		
Primary Government:		
School Department:	General Capital Projects	58,522
Nonmajor governmental	Nonmajor governmental	2,347

Interfund Transfers:

Interfund transfers for the year ended June 30, 2019, consisted of the following amounts:

Primary Government

Transfers Out	Transfers In		
	General Debt Service Fund	General Capital Projects Fund	Nonmajor Governmental Funds
General Fund	\$ 500,000	\$ 460,000	\$ 0
Highway/Public Works Fund	170,000	0	1,300,000
Nonmajor governmental funds	0	100,000	0
Total	\$ 670,000	\$ 560,000	\$ 1,300,000

Transfers from the General Fund and the Highway/Public Works Fund to the General Debt Service Fund were to provide funds for the retirement of outstanding debt. Transfers from the General Fund to the General Capital Projects Fund include \$125,000 for the purchase of voting machines and \$335,000 for a project to expand the jail. Transfers from the Highway/Public Works Fund to the nonmajor governmental funds include \$1,100,000 for necessary road repairs and \$200,000 for equipment and bridge improvements.

Discretely Presented Roane County School Department

Transfers Out	Transfers In	
	General Purpose School Fund	Purpose
Nonmajor governmental Funds	\$ 107,872	Indirect Costs
Total	\$ 107,872	

Transfers are used to move revenues from the fund that statute or budget requires to collect them to the fund that statute or budget requires to expend them and to use unrestricted revenues collected in the General Fund to finance various programs accounted for in other funds in accordance with budgetary authorizations.

E. Long-term Debt

Primary Government

General Obligation Bonds and Other Loans

General Obligation Bonds - Roane County issues general obligation bonds to provide funds for the acquisition and construction of major capital facilities for the primary government and the discretely presented school department. In addition, general obligation bonds have been issued to refund other general obligation bonds and loans. General obligation bonds are direct obligations and pledge the full faith, credit, and taxing authority of the government. General obligation bonds outstanding were issued for original terms of up to 30 years. Repayment terms are generally structured with increasing amounts of principal maturing as interest requirements decrease over the term of the debt. All bonds included in long-term debt as of June 30, 2019, will be retired from the county's debt service funds.

Direct Borrowing and Direct Placements - Roane County issues other loans to provide funds for the acquisition and construction of major capital facilities for the primary government and the discretely presented school department. Other loans are direct obligations and pledge the full faith, credit, and taxing authority of the government. Other loans outstanding were issued for original terms of up to 17 years. Repayment terms are generally structured with increasing amounts of principal maturing as interest requirements decrease over the term of the debt. All other loans included in long-term debt as of June 30, 2019, will be retired from the General Debt Service Fund.

General obligation bonds and other loans outstanding as of June 30, 2019, for governmental activities are as follows:

Type	Interest Rate	Final Maturity	Original Amount of Issue	Balance 6-30-19
General Obligation Refunding Bonds	2 to 5 %	5-1-29	\$ 20,045,000	\$ 17,515,000
General Obligation Bond	3 to 5	5-1-49	7,100,000	7,100,000
Rural School Bonds	2 to 3.5	6-30-20	1,325,000	145,000
Rural School Refunding Bonds	1.67 to 5	5-1-22	8,050,000	5,093,000
Direct Borrowing and Direct Placement:				
Other Loans - Blount County Public				
Building Authority	4.25 to 5	6-1-27	750,000	750,000
Other Loans - Energy Efficient Schools	0	3-1-23	944,127	298,949
Other Loans - City of Clarksville Public				
Building Authority	Variable	6-13-24	10,000,000	2,060,000

During the year, Roane County entered into a loan agreement with the City of Clarksville Public Building Authority. The loan agreement provides for the authority to make \$10,000,000 available to loan to Roane County on an as-needed basis for various renovation and construction projects. As of June 30, 2019, Roane County has borrowed \$2,060,000 of the loan. The loan is repayable at a variable rate, which is calculated by adding .85 percent to the average SIFMA Index Rate for the preceding calendar month. In addition, the county pays various other fees (e.g., trustee) in connection with this loan. At June 30, 2019, the variable interest rate was 2.75 percent and other fees totaled approximately .15 percent of the outstanding principal.

The annual requirements to amortize all bonds and other loans outstanding as of June 30, 2019, including interest payments, are presented in the following tables:

Year Ending June 30	Bonds		
	Principal	Interest	Total
2020	\$ 4,262,000	\$ 911,589	\$ 5,173,589
2021	3,775,000	773,941	4,548,941
2022	3,891,000	655,635	4,546,635
2023	2,220,000	527,165	2,747,165
2024	2,275,000	450,275	2,725,275
2025-2029	7,745,000	1,456,500	9,201,500
2030-2034	1,120,000	815,050	1,935,050
2035-2039	1,295,000	636,550	1,931,550
2040-2044	1,510,000	426,031	1,936,031
2045-2049	1,760,000	174,075	1,934,075
Total	\$ 29,853,000	\$ 6,826,811	\$ 36,679,811

Year Ending June 30	Other Loans - Direct Placement			
	Principal	Interest	Other Fees	Total
2020	\$ 1,598,316	\$ 310,438	\$ 15,000	\$ 1,923,754
2021	658,316	269,187	12,750	940,253
2022	73,383	35,438	0	108,821
2023	28,934	35,437	0	64,371
2024	0	35,438	0	35,438
2025-2027	750,000	71,313	0	821,313
Total	\$ 3,108,949	\$ 757,251	\$ 27,750	\$ 3,893,950

There is \$3,742,542 available in the debt service funds to service long-term debt. Bonded debt per capita totaled \$570 for residents living outside the Harriman and Oak Ridge School Districts, \$460 for residents living inside the Harriman School District, and \$454 for residents living inside the Oak Ridge

School District based on the 2010 federal census. Total debt per capita, including bonds, other loans, and unamortized debt premiums totaled \$643 for residents living outside the Harriman and Oak Ridge School Districts, \$533 for residents living inside the Harriman School District, and \$527 for residents living inside the Oak Ridge School District based on the 2010 federal census.

Changes in Long-term Debt

Long-term debt activity for the year ended June 30, 2019, was as follows:

Governmental Activities	Bonds	Other Loans - Direct Placement
Balance, July 1, 2018	\$ 26,660,000	\$ 1,147,265
Additions	7,100,000	2,060,000
Reductions	(3,907,000)	(98,316)
Balance, June 30, 2019	<u>\$ 29,853,000</u>	<u>\$ 3,108,949</u>
Balance Due Within One Year	<u>\$ 4,262,000</u>	<u>\$ 1,598,316</u>

Analysis of Noncurrent Liabilities for Debt Presented on Exhibit A:

Total Noncurrent Liabilities - Debt, June 30, 2019	\$ 32,961,949
Less: Balance Due Within One Year - Debt	(5,860,316)
Add: Unamortized Premium on Debt	<u>840,337</u>
Noncurrent Liabilities - Due in More Than One Year - Debt - Exhibit A	<u>\$ 27,941,970</u>

Roane County Public Utility Fund (enterprise fund)

Bonds and Other Loans

Bonds - Revenue and tax bonds were issued for an original term of 38 years.

Direct Borrowing and Direct Placements – Other loans outstanding were issued for an original term of 24 years.

Bonds and other loans outstanding as of June 30, 2019, for business-type activities are as follows:

Type	Interest Rate	Final Maturity	Original Amount of Issue	Balance 6-30-19
Revenue and Tax Bonds	4.75 %	4-20-40	\$ 620,000	\$ 466,310
Direct Borrowings and Direct Placements:				
Other Loans - Revolving Loan Fund	1.77	12-1-35	4,387,595	3,723,507

The annual requirements to amortize all bonds and other loans outstanding as of June 30, 2019, including interest payments, are presented in the following tables:

Year Ending June 30	Bonds		
	Principal	Interest	Total
2020	\$ 13,477	\$ 21,863	\$ 35,340
2021	14,131	21,209	35,340
2022	14,817	20,523	35,340
2023	15,537	19,803	35,340
2024	16,291	19,049	35,340
2025-2029	94,114	82,586	176,700
2030-2034	119,288	57,412	176,700
2035-2039	151,195	25,506	176,701
2040	27,460	580	28,040
Total	<u>\$ 466,310</u>	<u>\$ 268,531</u>	<u>\$ 734,841</u>

Year Ending June 30	Other Loans - Direct Placement			
	Principal	Interest	Other Fees	Total
2020	\$ 196,068	\$ 64,320	\$ 2,904	\$ 263,292
2021	199,572	60,816	2,748	263,136
2022	203,124	57,264	2,592	262,980
2023	206,748	53,640	2,424	262,812
2024	210,444	49,944	2,256	262,644
2025-2029	1,109,880	192,060	8,688	1,310,628
2030-2034	1,212,516	89,424	4,044	1,305,984
2035-2036	385,155	5,424	247	390,826
Total	<u>\$ 3,723,507</u>	<u>\$ 572,892</u>	<u>\$ 25,903</u>	<u>\$ 4,322,302</u>

Changes in Long-term Debt

Long-term debt activity for the Public Utility Fund (enterprise fund) for the year ended June 30, 2019, was as follows:

Business-type Activities:	Bonds	Other Loans - Direct Placement
Balance, July 1, 2018	\$ 479,163	\$ 3,916,131
Reductions	(12,853)	(192,624)
Balance, June 30, 2019	<u>\$ 466,310</u>	<u>\$ 3,723,507</u>
Balance Due Within One Year	<u>\$ 13,477</u>	<u>\$ 196,068</u>

Analysis of Noncurrent Liabilities for Debt Presented on Exhibit A:

Total Noncurrent Liabilities - Debt, June 30, 2019	\$ 4,189,817
Less: Balance Due Within One Year - Debt	<u>(209,545)</u>
Noncurrent Liabilities - Due in More Than One Year - Debt - Exhibit A	<u>\$ 3,980,272</u>

F. Long-term Obligations

Changes in Long-term Obligations

Long-term obligations activity for the year ended June 30, 2019, was as follows:

	Compensated Absences	Landfill Closure/ Postclosure Care Costs	Other Postemployment Benefits
Balance, July 1, 2018	\$ 457,494	\$ 45,286	\$ 4,220,393
Additions	491,808	198,541	208,712
Reductions	(451,689)	(53,816)	(1,492,423)
Balance, June 30, 2019	<u>\$ 497,613</u>	<u>\$ 190,011</u>	<u>\$ 2,936,682</u>
Balance Due Within One Year	<u>\$ 416,027</u>	<u>\$ 35,599</u>	<u>\$ 0</u>

Analysis of Other Noncurrent Liabilities Presented on Exhibit A:

Total Noncurrent Liabilities, June 30, 2019	\$ 3,624,306
Less: Balance Due Within One Year - Other	<u>(451,626)</u>
Noncurrent Liabilities - Due in More Than One Year - Other - Exhibit A	<u>\$ 3,172,680</u>

Compensated absences and other postemployment benefits will be paid from the employing funds, primarily the General and Highway/Public Works funds. Landfill postclosure care costs will be paid by the Other Special Revenue Fund.

Roane County Public Utility Fund (enterprise fund)

Long-term obligations activity for the Roane County Public Utility Fund (enterprise fund) for the year ended June 30, 2019, was as follows:

Business-type Activities:

	<u>Other Postemployment Benefits</u>
Balance, July 1, 2018	\$ 64,270
Additions	10,059
Reductions	<u>(23,542)</u>
Balance, June 30, 2019	<u>\$ 50,787</u>
Balance Due Within One Year	<u>\$ 0</u>

Discretely Presented Roane County School Department

Changes in Long-term Obligations

Long-term obligations activity for the discretely presented Roane County School Department for the year ended June 30, 2019, was as follows:

	Compensated Absences	Other Post- employment Benefits
Balance, July 1, 2018	\$ 180,163	\$ 8,709,187
Additions	200,075	2,818,422
Reductions	(233,023)	(3,104,427)
Balance, June 30, 2019	<u>\$ 147,215</u>	<u>\$ 8,423,182</u>
Balance Due Within One Year	<u>\$ 139,854</u>	<u>\$ 0</u>

Analysis of Other Noncurrent Liabilities Presented on Exhibit A:

Total Noncurrent Liabilities, June 30, 2019	\$ 8,570,397
Less: Balance Due Within One Year - Other	<u>(139,854)</u>
Noncurrent Liabilities - Due in More Than One Year - Other - Exhibit A	<u>\$ 8,430,543</u>

Compensated absences and other postemployment benefits will be paid from the employing funds, primarily the General Purpose School and School Federal Projects funds.

G. On-Behalf Payments – Discretely Presented Roane County School Department

The State of Tennessee pays health insurance premiums for retired teachers on-behalf of the Roane County School Department. These payments are made by the state to the Local Education Group Insurance Plan. This plan is administered by the State of Tennessee and reported in the state's Comprehensive Annual Financial Report. Payments by the state to the Local Education Group Insurance Plan for the year ended June 30, 2019, was \$313,085. The school department has recognized these on-behalf payments as revenues and expenditures in the General Purpose School Fund.

H. Internal Financing

In-lieu-of issuing debt with financial institutions, Roane County chose to internally finance various projects with idle county funds. During the current year, the county loaned \$700,000 of idle funds under Capital Outlay Note, Series 2019 from the General Fund to the Highway/Public Works Fund for road improvements. The balance of \$700,000 due on the Capital Outlay Note, Series 2019 is reflected as Due from Other Funds in the General Fund and as Due to Other Funds in the Highway/Public Works Fund.

Internally Reported Interfund Notes Receivable/Payable

	Original Amount of Issue	Interest Rate	Date of Issue	Last Maturity Date
<u>Due to General Fund from Highway/Public Works Fund</u>				
Capital Outlay Note - Series 2019	\$ 700,000	1.00	%	5-28-19
				5-28-22
	Outstanding 7-1-18	Issued During Period	Paid and/or Matured During Period	Outstanding 6-30-19
<u>Due to General Fund from Highway/Public Service Fund</u>				
Capital Outlay Note - Series 2019	\$ 0	\$ 700,000	\$ 0	\$ 700,000
Total	\$ 0	\$ 700,000	\$ 0	\$ 700,000

I. Donor-restricted Endowments

The county accounts for an endowment totaling \$20,000 in a private-purpose trust fund, the Endowment Fund. The principal amount must remain intact while interest earned on the principal will be expended for county residents awarded educational scholarships. During the year ended June 30, 2019, interest earned totaled \$297.

V. OTHER INFORMATION

A. Risk Management

Roane County has chosen to establish two self-insurance funds for risks associated with the employees' dental insurance plan and workers' compensation claims. The self-insurance funds are accounted for as internal service funds where assets are set aside for claim settlements. The county retains the risk of loss to a limit of \$450,000 per occurrence and approximately \$3 million for all claims in any plan year for workers' compensation coverage.

The county has obtained a stop/loss commercial insurance policy to cover claims beyond these limits.

All full-time employees of the primary government and the Roane County School Department are eligible to participate in the dental program. A premium charge for dental and workers' compensation coverage is allocated to each fund that accounts for employees. This charge is based on actuarial estimates of the amounts needed to pay prior- and current-year claims and to establish a reserve for catastrophic losses. Reserves of \$459,673 and \$970,337 existed in the Employee Insurance – Dental and Workers' Compensation funds, respectively, at June 30, 2019. Liabilities of these funds are reported when it is probable that a loss has occurred and the amount of the loss can be reasonably estimated. The self-insurance funds establish claim liabilities based on estimates of the ultimate cost of claims that have been reported but not settled, and of claims that have been incurred but not reported. Claims liabilities include incremental claim adjustment expenditures/expenses, if any. In addition, estimated recoveries, if any, on settled claims have been deducted from the liability for unpaid claims. The process used to compute claims liabilities does not necessarily result in an exact amount. Changes in the balance of claims liabilities during the past two fiscal years are as follows:

Employee Insurance - Dental

	Beginning of Fiscal Year Liability	Current-year Claims and Estimates	Payments	Balance at Fiscal Year-end
2017-2018	\$ 0	\$ 481,749	\$ (481,749)	\$ 0
2018-2019	0	477,289	(477,289)	0

Workers' Compensation

	Beginning of Fiscal Year Liability	Current-year Claims and Estimates	Payments	Balance at Fiscal Year-end
2017-2018	\$ 987,985	\$ 213,287	\$ (493,838)	\$ 707,434
2018-2019	707,434	77,187	(319,528)	465,093

Roane County participates in the Local Government Group Insurance Fund (LGGIF), a public entity risk pool established to provide a program of health insurance coverage for employees of local governments and quasi-governmental entities that was established for the primary purpose of providing services for or on behalf of state and local governments. In accordance with Section 8-27-207, *Tennessee Code Annotated (TCA)*, all local governments and quasi-governmental entities described above are eligible to

participate. The LGGIF is included in the Comprehensive Annual Financial Report of the State of Tennessee, but the state does not retain any risk for losses by this fund. The state statute provides for the LGGIF to be self-sustaining through member premiums.

The discretely presented Roane County School Department participates in the Local Education Group Insurance Fund (LEGIF), a public entity risk pool established to provide a program of health insurance coverage for employees of local education agencies. In accordance with Section 8-27-301, *TCA*, all local education agencies are eligible to participate. The LEGIF is included in the Comprehensive Annual Financial Report of the State of Tennessee, but the state does not retain any risk for losses by this fund. Section 8-27-303, *TCA*, provides for the LEGIF to be self-sustaining through member premiums.

The county and the school department continue to carry commercial insurance for other risks of loss, including general liability, property, casualty, and environmental. Settled claims have not exceeded commercial insurance coverage in any of the past three fiscal years.

B. Accounting Changes

Provisions of Governmental Accounting Standards Board (GASB) Statement No. 83, *Certain Asset Retirement Obligations*; Statement No. 88, *Certain Disclosures Related to Debt, Including Direct Borrowing and Direct Placements* became effective for the year ended June 30, 2019. In addition, Roane County early implemented the provisions of GASB Statement No. 89, *Accounting for Interest Costs Incurred Before the End of a Construction Period*.

GASB Statement No. 83, *Certain Asset Retirement Obligations* establishes accounting and reporting requirements for certain asset retirement obligations (AROs) associated with tangible capital assets. The scope of this statement establishes standards for recognizing and measuring liabilities, deferred outflows of resources, and expense/expenditures. In addition, this standard establishes note disclosure requirements for AROs.

GASB Statement No. 88, *Certain Disclosures Related to Debt, including Direct Borrowing and Direct Placements* addresses note disclosure requirements related to debt, including direct borrowings and direct placements. It also clarifies which liabilities governments should report when disclosing information related to debt. These required disclosures include direct borrowings and direct placements, unused lines of credit, assets pledged as collateral for debt, terms specified in debt agreements related to significant events of default with finance-related consequences, significant termination events with finance-related consequences, and significant acceleration clauses.

GASB Statement No. 89, *Accounting for Interest Costs Incurred Before the End of a Construction Period* amends paragraphs 5 through 22 of GASB Statement No. 62. This standard establishes that interest cost incurred before the end of a construction period should be recognized as an expense/expenditure. The changes adopted to conform with this standard are to be applied prospectively.

C. Contingent Liabilities

The county is involved in several pending lawsuits. Based on letters from attorneys, management believes that the potential claims against the county not covered by insurance resulting from such litigation would not materially affect the county's financial statements.

D. Changes in Administration

Director of Schools Dr. Leah Watkins resigned July 5, 2018, and was succeeded by interim Director of Schools Gary Aytes effective July 6, 2018.

On August 31, 2019, Wilma Eblen left the Office of Trustee and was succeeded by Chris Mason, and Barbara Anthony left the Office of County Clerk and was succeeded by Beth Johnson.

E. Landfill Closure/Postclosure Care Costs

Roane County has an active permit on file with the state Department of Environment and Conservation for a sanitary landfill. The county has provided financial assurances for estimated postclosure liabilities as required by the State of Tennessee. These financial assurances are on file with the Department of Environment and Conservation.

State and federal laws and regulations require the county to place a final cover on its landfill site when it stops accepting waste and to perform certain maintenance and monitoring functions at the site for 30 years after closure. Although closure and postclosure care costs will be paid only near or after the date that the landfill stops accepting waste, the county reports a portion of these closure and postclosure care costs as an operating expense in each period based on landfill capacity used as of each balance sheet date. Roane County closed its sanitary landfill in 1998. The \$190,011 reported as postclosure care liability as of June 30, 2019, represents amounts based on what it would cost to perform all postclosure care in 2019. Actual costs may be higher due to inflation, changes in technology, or changes in regulations.

F. Joint Ventures

Roane County entered into an agreement with the counties of Cumberland and Morgan, Tennessee, to establish an Industrial Development Board to purchase land for the development of a joint industrial park. Cumberland, Morgan, and Roane counties jointly own the park. The agreement established a nine-member board with each county appointing three members and having responsibility for one-third of the entity's funding. Roane County issued loans for \$1,750,000 and \$750,000 on October 18, 2007, and June 15, 2010, respectively. The proceeds of these loans were contributed to the board.

The Ninth Judicial District Drug Task Force (DTF) is a joint venture formed by an interlocal agreement between the district attorney general of the Ninth Judicial District; Roane, Loudon, Meigs, and Morgan counties; and various cities within these counties. The purpose of the DTF is to provide multi-jurisdictional law enforcement to promote the investigation and prosecution of drug-related activities. Funds for the operations of the DTF come primarily from federal grants, drug fines, and the forfeiture of drug-related assets to the DTF. The DTF is overseen by the district attorney general and is governed by a board of directors, which includes the district attorney general, sheriffs, and police chiefs of participating law enforcement agencies within each judicial district. Roane County made no contributions to the DTF for the year ended June 30, 2019. Roane County does not have an equity interest in the DTF.

Complete financial statements for the Industrial Development Board and the DTF can be obtained from their administrative offices at the following addresses:

Administrative Office:

Industrial Development Board of the
Counties of Cumberland, Morgan,
and Roane, Tennessee
34 South Main Street
Crossville, TN 38555

Office of District Attorney General
Ninth Judicial District Drug Task Force
P.O. Box 703
Kingston, TN 37763

G. Jointly Governed Organization

The county commission is responsible for appointing three members to the board of directors of the Roane Alliance, Inc. The total number of board members fluctuates from 29 to 48 members. The remaining members are appointed by other entities or are ex-officio from various organizations. The county's accountability for this organization does not extend beyond making these three appointments.

H. Retirement Commitments

1. Tennessee Consolidated Retirement System (TCRS)

Primary Government

Roane County Legacy Pension Plan

General Information About the Pension Plan

Plan Description – Roane County Legacy Plan. Employees of Roane County and non-certified employees of the discretely presented Roane County School Department with membership in TCRS before October 1, 2015, are provided a defined benefit pension plan (Roane County Legacy Plan) through the Public Employee Retirement Plan, an agent multiple-employer pension plan administered by the TCRS. The Roane County Legacy Plan is closed to new membership. The primary government employees comprise 56.29 percent and the non-certified employees of the discretely presented school department comprised 43.71 percent of the plan based on contribution data. The TCRS was created by state statute under *Tennessee Code Annotated (TCA)*, Title 8, Chapters 34-37. The TCRS Board of Trustees is responsible for the proper operation and administration of the TCRS. The Tennessee Treasury Department, an agency in the legislative branch of state government, administers the plans of the TCRS. The TCRS issues a publicly available financial report that can be obtained at www.treasury.tn.gov/Retirement/Boards-and-Governance/Reporting-and-Investment-Policies.

Benefits Provided. TCA, Title 8, Chapters 34-37 establish the benefit terms and can be amended only by the Tennessee General Assembly. The chief legislative body may adopt the benefit terms permitted by statute. Members are eligible to retire with an unreduced benefit at age 60 with five years of service credit or after 30 years of service credit regardless of age. Benefits are determined by a formula using the member's highest five consecutive year average compensation and the member's years of service credit. Reduced benefits for early retirement are available to vested members at age 55. Members vest with five years of service credit. Service related disability benefits are provided

regardless of length of service. Five years of service is required for non-service related disability eligibility. The service related and non-service related disability benefits are determined in the same manner as a service retirement benefit but are reduced ten percent and include projected service credits. A variety of death benefits is available under various eligibility criteria.

Member and beneficiary annuitants are entitled to an automatic cost of living adjustment (COLA) after retirement. A COLA is granted each July for annuitants retired prior to the second of July of the previous year. The COLA is based on the change in the consumer price index (CPI) during the prior calendar year, capped at three percent, and applied to the current benefit. No COLA is granted if the change in the CPI is less than one-half percent. A one percent COLA is granted if the CPI change is between one-half percent and one percent. A member who leaves employment may withdraw their employee contributions plus any accumulated interest.

Employees Covered by Benefit Terms. At the measurement date of June 30, 2018, the following employees were covered by the benefit terms:

Inactive Employees or Beneficiaries Currently Receiving Benefits	361
Inactive Employees Entitled to But Not Yet Receiving Benefits	562
Active Employees	456
 Total	 <hr style="width: 100%;"/> <u>1,379</u>

Roane County withdrew from the TCRS Roane County Legacy Plan effective September 30, 2015. Employees hired after the date of withdrawal are not eligible to participate in the Roane County Legacy Plan. Employees active as of the withdrawal date will continue to accrue salary and services credit in TCRS. The employer remains responsible for the pension liability for employees and retirees that were active as of the withdrawal date.

Contributions. Contributions for employees are established in the statutes governing the TCRS and may only be changed by the Tennessee General Assembly. Employees contribute five percent of salary. Roane County elected to make employer contributions at a rate higher than the rate set by the Board of Trustees as determined by an actuarial valuation. For the year ended June 30, 2019, the employer contribution for Roane County was \$710,721 based on a rate of 5 percent of covered payroll. The minimum rate established by the Board of Trustees was 4.08 percent. By law, employer contributions are required to be paid. The TCRS may intercept Roane County's state shared taxes if required employer contributions are not remitted. The

employer’s actuarially determined contributions (ADC) and member contributions are expected to finance the costs of benefits earned by members during the year, the cost of administration, as well as an amortized portion of any unfunded liability.

Net Pension Liability (Asset)

Roane County’s net pension liability (asset) was measured as of June 30, 2018, and the total pension liability used to calculate net pension liability (asset) was determined by an actuarial valuation as of that date.

Actuarial Assumptions. The total pension liability as of the June 30, 2018, actuarial valuation was determined using the following actuarial assumptions, applied to all periods included in the measurement:

Inflation	2.5%
Salary Increases	Graded Salary Ranges from 8.72% to 3.44% Based on Age, Including Inflation, Averaging 4%
Investment Rate of Return	7.25%, Net of Pension Plan Investment Expenses, Including Inflation
Cost of Living Adjustment	2.25%

Mortality rates were based on actual experience including an adjustment for some anticipated improvement.

The actuarial assumptions used in the June 30, 2018, actuarial valuation were based on the results of an actuarial experience study performed for the period July 1, 2012, through June 30, 2016. The demographic assumptions were adjusted to more closely reflect actual and expected future experience.

The long-term expected rate of return on pension plan investments was established by the TCRS Board of Trustees in conjunction with the June 30, 2016, actuarial experience study. A blend of future capital market projections and historic market returns was used in a building-block method in which a best-estimate of expected future real rates of return (expected returns, net of pension plan investments expense and inflation) is developed for each major asset class. These best-estimates are combined to produce the long-term expected rate of return by weighing the expected future real rates of return by the target allocation percentage and by adding expected inflation of 2.5 percent. The best-estimates of geometric real rates of return and the TCRS investment policy target asset allocation for each major class are summarized in the following table:

Asset Class	Percentage Long-term Expected Real Rate of Return	Percentage Target Allocations
U.S. Equity	5.69 %	31 %
Developed Market		
International Equity	5.29	14
Emerging Market		
International Equity	6.36	4
Private Equity and		
Strategic Lending	5.79	20
U.S. Fixed Income	2.01	20
Real Estate	4.32	10
Short-term Securities	0.00	1
Total		100 %

The long-term expected rate of return on pension plan investments was established by the TCRS Board of Trustees as 7.25 percent based on a blending of the factors described above.

Discount Rate. The discount rate used to measure the total pension liability was 7.25 percent. The projection of cash flows used to determine the discount rate assumes that employee contributions will be made at the current rate and that contributions from Roane County will be made at the actuarially determined contribution rate pursuant to an actuarial valuation in accordance with the funding policy of the TCRS Board of Trustees and as required to be paid by state statute. Based on those assumptions, the pension plan's fiduciary net position was projected to be available to make projected future benefit payments of current active and inactive members. Therefore, the long-term expected rate of return on pension plan investments was applied to all periods of projected benefit payments to determine the total pension liability.

Changes in the Net Pension Liability (Asset)

	Increase (Decrease)		
	Total Pension Liability (a)	Plan Fiduciary Net Position (b)	Net Pension Liability (Asset) (a)-(b)
Balance, July 1, 2017	\$ 56,657,557	\$ 60,251,278	\$ (3,593,721)
Changes for the Year:			
Service Cost	\$ 1,323,931	\$ 0	\$ 1,323,931
Interest	4,111,852	0	4,111,852
Differences Between Expected and Actual Experience	(519,196)	0	(519,196)
Changes in Assumptions	0	0	0
Contributions-Employer	0	887,921	(887,921)
Contributions-Employees	0	739,936	(739,936)
Net Investment Income	0	4,961,820	(4,961,820)
Benefit Payments, Including Refunds of Employee Contributions	(2,532,574)	(2,532,574)	0
Administrative Expense	0	(44,393)	44,393
Other Changes	0	0	0
Net Changes	\$ 2,384,013	\$ 4,012,710	\$ (1,628,697)
Balance, June 30, 2018	\$ 59,041,570	\$ 64,263,988	\$ (5,222,418)

Allocation of Agent Plan Changes in the Net Pension Liability (Asset)

		Total Pension Liability	Plan Fiduciary Net Position	Net Pension Liability (Asset)
Primary Government	56.29%	\$ 33,234,500	\$ 36,174,199	\$ 2,939,699
School Department	43.71%	25,807,070	28,089,789	2,282,719
Total		\$ 59,041,570	\$ 64,263,988	\$ 5,222,418

Sensitivity of the Net Pension Liability (Asset) to Changes in the Discount Rate. The following presents the net pension liability (asset) of Roane County calculated using the discount rate of 7.25 percent, as well as what the net pension liability (asset) would be if it were calculated using a discount rate that is one percentage point lower (6.25%) or one percentage point higher (8.25%) than the current rate:

	1% Decrease 6.25%	Current Discount Rate 7.25%	1% Increase 8.25%
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Net Pension Liability \$ 2,178,805 \$ (5,222,418) \$ (11,374,484)

Pension Expense (Income) and Deferred Outflows of Resources and Deferred Inflows of Resources to Pensions

Pension Expense or Negative Pension Expense. For the year ended June 30, 2019, Roane County recognized (negative) pension expense of (\$232,216).

Deferred Outflows of Resources and Deferred Inflows of Resources. For the year ended June 30, 2019, Roane County reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Difference Between Expected and Actual Experience	\$ 0	\$ 1,121,587
Net Difference Between Projected and Actual Earnings on Pension Plan Investments	0	257,713
Changes in Assumptions	794,394	0
Contributions Subsequent to the Measurement Date of June 30, 2018 (1)	710,721	N/A
Total	<u>\$ 1,505,115</u>	<u>\$ 1,379,300</u>

(1) The amount shown above for “Contributions Subsequent to the Measurement Date of June 30, 2018,” will be recognized as a reduction (increase) to net pension liability (asset) in the following measurement period.

Allocation of Agent Plan Deferred Outflows of Resources and
Deferred Inflows of Resources

	Deferred Outflows of Resources	Deferred Inflows of Resources
Primary Government	\$ 828,146	\$ 758,340
Business-type Activities	20,231	18,068
School Department	<u>656,738</u>	<u>602,892</u>
Total	<u>\$ 1,505,115</u>	<u>\$ 1,379,300</u>

Amounts reported as deferred outflows of resources, with the exception of contributions subsequent to the measurement date, and deferred inflows of resources related to pensions will be recognized in pension expense as follows:

Year Ending June 30	Amount
2020	\$ 173,893
2021	(147,196)
2022	(486,004)
2023	(125,602)
2024	0
Thereafter	0

In the table shown above, positive amounts will increase pension expense while negative amounts will decrease pension expense.

Primary Government

Roane County Hybrid Pension Plan

Plan Description – Roane County Hybrid Plan. Employees of Roane County and non-certified employees of the discretely presented Roane County School Department hired on or after October 1, 2015, are provided a defined benefit pension plan (Roane County Hybrid Plan) through the Public Employee Retirement Plan, an agent multiple-employer pension plan administered by the TCRS. The primary government employees comprise 66.28 percent and the non-certified employees of the discretely presented school department comprise 33.72 percent of the plan based on contribution data. The TCRS was created by state statute under *Tennessee Code Annotated (TCA)*, Title 8,

Chapters 34-37. The TCRS Board of Trustees is responsible for the proper operation and administration of the TCRS. The Tennessee Treasury Department, an agency in the legislative branch of state government, administers the plans of the TCRS. The TCRS issues a publicly available financial report that can be obtained at www.treasury.tn.gov/Retirement/Boards-and-Governance/Reporting-and-Investment-Policies.

Benefits Provided. TCA, Title 8, Chapters 34-37 establish the benefit terms and can be amended only by the Tennessee General Assembly. Members are eligible to retire with an unreduced benefit at age 65 with five years of service credit or pursuant to the rule of 90 in which the member's age and service credit total 90. Benefits are determined by a formula using the member's highest five consecutive year average compensation and the member's years of service credit. A reduced early retirement benefit is available to vested members at age 60 or pursuant to the rule of 80 in which the member's age and service credits total 80. Members are vested with five years of service credit. Service related disability benefits are provided regardless of length of service. Five years of service is required for non-service related disability eligibility. The service related and non-service related disability benefits are determined in the same manner as a service retirement benefit but are reduced ten percent and include projected service credits. A variety of death benefits is available under various eligibility criteria.

Member and beneficiary annuitants are entitled to an automatic cost of living adjustment (COLA) after retirement. A COLA is granted each July for annuitants retired prior to the second of July of the previous year. The COLA is based on the change in the consumer price index (CPI) during the prior calendar year, capped at three percent, and applied to the current benefit. No COLA is granted if the change in the CPI is less than one-half percent. A one percent COLA is granted if the CPI change is between one-half percent and one percent. Members who leave employment may withdraw their employee contributions, plus any accumulated interest. Under the Retirement Plan, benefit terms and conditions, including COLA, can be adjusted on a prospective basis. Moreover, there are defined cost controls and unfunded liability controls that provide for the adjustment of benefit terms and conditions on an automatic basis.

Employees Covered by Benefit Terms. At the measurement date of June 30, 2018, the following employees were covered by the benefit terms:

Inactive Employees or Beneficiaries Currently Receiving Benefits	1
Inactive Employees Entitled to But Not Yet Receiving Benefits	57
Active Employees	153
Total	<u>211</u>

Contributions. Contributions for employees are established in the statutes governing the TCRS and may only be changed by the Tennessee General Assembly. Employees contribute five percent of salary. Roane County makes employer contributions at the rate set by the Board of Trustees as determined by an actuarial valuation and statutory provisions. Per the statutory provisions governing TCRS, the employer contribution rate cannot be less than four percent, except in years when the maximum funded level, approved by the TCRS Board of Trustees, is reached. By law, employer contributions for the Retirement Plan are required to be paid. The TCRS may intercept the state shared taxes of the sponsoring governmental entity of Roane County if the required employer contributions are not remitted. Employer contributions for the year ended June 30, 2019, to the Retirement Plan were \$59,745, which is 1.30 percent of covered payroll. In addition, employer contributions of \$82,183 were made to the Pension Stabilization Reserve Trust Fund to fund future pension costs. The employer rate, when combined with member contributions and the stabilization reserve trust funds, is expected to finance the costs of benefits earned by members during the year, the cost of administration, as well as an amortized portion of any unfunded liability.

Pension Liabilities (Assets) Pension Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources to Pensions

Pension Liabilities (Assets). Roane County’s net pension liability (asset) was measured at June 30, 2018, and the total pension liability used to calculate net pension liability (asset) was determined by an actuarial valuation as of that date.

Actuarial Assumptions. The total pension liability as of the June 30, 2018, actuarial valuation was determined using the following actuarial assumptions, applied to all periods included in the measurement:

Inflation	2.5%
Salary Increases	Graded Salary Ranges from 8.72% to 3.46% Based on Age, Including Inflation, Averaging 4%
Investment Rate of Return	7.25%, Net of Pension Plan Investment Expenses, Including Inflation
Cost of Living Adjustment	2.25%

Mortality rates were based on actual experience including an adjustment for some anticipated improvement.

The actuarial assumptions used in the June 30, 2018, actuarial valuation were based on the results of an actuarial experience study performed for the period July 1, 2012, through June 30, 2016. The demographic assumptions were adjusted to more closely reflect actual and expected future experience.

The long-term expected rate of return on pension plan investments was established by the TCRS Board of Trustees in conjunction with the June 30, 2016, actuarial experience study. A blend of future capital market projections and historic market returns was used in a building-block method in which a best-estimate of expected future real rates of return (expected returns, net of pension plan investments expense and inflation) is developed for each major asset class. These best-estimates are combined to produce the long-term expected rate of return by weighing the expected future real rates of return by the target allocation percentage and by adding expected inflation of 2.5 percent. The best-estimates of geometric real rates of return and the TCRS investment policy target asset allocation for each major class are summarized in the following table:

Asset Class	Percentage Long-term Expected Real Rate of Return	%	Percentage Target Allocations	%
U.S. Equity	5.69	%	31	%
Developed Market				
International Equity	5.29		14	
Emerging Market				
International Equity	6.36		4	
Private Equity and				
Strategic Lending	5.79		20	
U.S. Fixed Income	2.01		20	
Real Estate	4.32		10	
Short-term Securities	0.00		1	
Total			100	%

The long-term expected rate of return on pension plan investments was established by the TCRS Board of Trustees as 7.25 percent based on a blending of the factors described above.

Discount Rate. The discount rate used to measure the total pension liability was 7.25 percent. The projection of cash flows used to determine the discount rate assumes that employee contributions will be made at the current rate and that contributions from Roane County will be made at the actuarially determined contribution rate pursuant to an actuarial valuation in accordance with the funding policy of the TCRS Board of Trustees and as required to be paid by state statute. Based on those assumptions, the pension plan's fiduciary net position was projected to be available to make projected future benefit payments of current active and inactive members. Therefore, the long-term expected rate of return on pension plan investments was applied to all periods of projected benefit payments to determine the total pension liability.

Changes in the Net Pension Liability (Asset)

	Increase (Decrease)		
	Total Pension Liability (a)	Plan Fiduciary Net Position (b)	Net Pension Liability (Asset) (a)-(b)
Balance, July 1, 2017	\$ 185,897	\$ 267,609	\$ (81,712)
Changes for the Year:			
Service Cost	\$ 169,463	\$ 0	\$ 169,463
Interest	25,668	0	25,668
Changes in Benefit Terms	0	0	0
Differences Between Expected and Actual Experience	59,165	0	59,165
Changes in Assumptions	0	0	0
Contributions-Employer	0	140,953	(140,953)
Contributions-Employees	0	176,564	(176,564)
Net Investment Income	0	34,740	(34,740)
Benefit Payments, Including Refunds of Employee Contributions	(2,648)	(2,648)	0
Administrative Expense	0	(13,029)	13,029
Other Changes	0	0	0
Net Changes	\$ 251,648	\$ 336,580	\$ (84,932)
Balance, June 30, 2018	\$ 437,545	\$ 604,189	\$ (166,644)

Allocation of Agent Plan Changes in the Net Pension Liability (Asset)

		Total Pension Liability	Plan Fiduciary Net Position	Net Pension Liability (Asset)
Primary Government	66.28%	\$ 290,005	\$ 400,456	\$ (110,452)
School Department	33.72%	147,540	203,733	(56,192)
Total		\$ 437,545	\$ 604,189	\$ (166,644)

Sensitivity of the Net Pension Liability (Asset) to Changes in the Discount Rate. The following presents the net pension liability (asset) of Roane County calculated using the discount rate of 7.25 percent, as well as what the net pension liability (asset) would be if it were calculated using a discount rate that is one percentage point lower (6.25%) or one percentage point higher (8.25%) than the current rate:

	1% Decrease 6.25%	Current Discount Rate 7.25%	1% Increase 8.25%
Net Pension Liability	\$ (40,819)	\$ (166,644)	\$ (259,211)

Pension Expense (Income) and Deferred Outflows of Resources and Deferred Inflows of Resources to Pensions

Pension Expense or (Negative Pension Expense). For the year ended June 30, 2019, Roane County recognized pension expense of \$11,117.

Deferred Outflows of Resources and Deferred Inflows of Resources. For the year ended June 30, 2019, Roane County reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Difference Between Expected and Actual Experience	\$ 103,929	\$ 7,891
Net Difference Between Projected and Actual Earnings on Pension Plan Investments	0	6,547
Changes in Assumptions	4,729	0
Contributions Subsequent to the Measurement Date of June 30, 2018 (1)	59,745	N/A
Total	<u>\$ 168,403</u>	<u>\$ 14,438</u>

(1) The amount shown above for “Contributions Subsequent to the Measurement Date of June 30, 2018,” will be recognized as a reduction (increase) to net pension liability (asset) in the following measurement period.

Allocation of Agent Plan Deferred Outflows of Resources and
Deferred Inflows of Resources

	Deferred Outflows of Resources	Deferred Inflows of Resources
Primary Government	\$ 110,160	\$ 9,437
Business-type Activities	1,428	133
School Department	<u>56,815</u>	<u>4,868</u>
Total	<u>\$ 168,403</u>	<u>\$ 14,438</u>

Amounts reported as deferred outflows of resources, with the exception of contributions subsequent to the measurement date, and deferred inflows of resources related to pensions will be recognized in pension expense as follows:

Year Ending June 30	Amount
2020	\$ 9,864
2021	9,864
2022	9,633
2023	10,797
2024	11,676
Thereafter	42,386

In the table shown above, positive amounts will increase pension expense while negative amounts will decrease pension expense.

Discretely Presented Roane County School Department

Non-certified Employees

General Information About the Pension Plan

Plan Description – Roane County Legacy Plan. As noted above under the primary government, employees of Roane County and non-certified employees of the discretely presented Roane County School Department with membership in TCRS before October 1, 2015, are provided a defined benefit pension plan (Roane County Legacy Plan) through the Public Employee Retirement Plan, an agent multiple-employer pension plan administered by the TCRS. The primary government employees comprise 56.29 percent and the non-certified employees of the discretely

presented school department comprise 43.71 percent of the plan based on contribution data.

Roane County withdrew from the TCRS Roane County Legacy Plan effective September 30, 2015. Employees hired after the date of withdrawal are not eligible to participate in the Roane County Legacy Plan. Employees active as of the withdrawal date will continue to accrue salary and services credit in TCRS. The employer remains responsible for the pension liability for employees and retirees that were active as of the withdrawal date.

Plan Description – Roane County Hybrid Plan. Employees of Roane County and non-certified employees of the discretely presented Roane County School Department hired on or after October 1, 2015, are provided a defined benefit pension plan (Roane County Hybrid Plan) through the Public Employee Retirement Plan, an agent multiple-employer pension plan administered by the TCRS. The primary government employees comprise 66.28 percent and the non-certified employees of the discretely presented school department comprise 33.72 percent of the plan based on contribution data.

Certified Employees

Teacher Retirement Plan

General Information About the Pension Plan

Plan Description. Teachers of the Roane County School Department with membership in the TCRS before July 1, 2014, are provided with pensions through the Teacher Legacy Pension Plan, a cost-sharing multiple-employer pension plan administered by the TCRS. The Teacher Legacy Pension Plan is closed to new membership. Teachers with membership in the TCRS after June 30, 2014, are provided with pensions through a legally separate plan referred to as the Teacher Retirement Plan, a cost-sharing multiple-employer pension plan administered by the TCRS. The TCRS was created by state statute under *Tennessee Code Annotated (TCA)*, Title 8, Chapters 34-37. The TCRS Board of Trustees is responsible for the proper operation and administration of all employer pension plans in the TCRS. The Tennessee Treasury Department, an agency in the legislative branch of state government, administers the plans of the TCRS. The TCRS issues a publicly available financial report that can be obtained at www.treasury.tn.gov/Retirement/Boards-and-Governance/Reporting-and-Investment-Policies.

Benefits Provided. TCA, Title 8, Chapters 34-37 establish the benefit terms and can be amended only by the Tennessee General Assembly. Members are eligible to retire with an unreduced benefit at age 65 with five years of service credit or pursuant to the rule of 90 in which the member's age and service credit total 90. Benefits are determined by a formula using the member's highest five consecutive year average compensation and the member's years of service credit. A reduced early retirement benefit is available to vested members at age 60 or pursuant to the rule of 80. Members are vested with five years of service credit. Service related disability benefits are provided regardless of length of service. Five years of service is required for non-service related disability eligibility. The service related and non-service related disability benefits are determined in the same manner as a service retirement benefit but are reduced ten percent and include projected service credits. A variety of death benefits is available under various eligibility criteria. Member and beneficiary annuitants are entitled to an automatic cost of living adjustment (COLA) after retirement. A COLA is granted each July for annuitants retired prior to the second of July of the previous year. The COLA is based on the change in the consumer price index (CPI) during the prior calendar year, capped at three percent, and applied to the current benefit. No COLA is granted if the change in the CPI is less than one-half percent. A one percent COLA is granted if the CPI change is between one-half percent and one percent. Members who leave employment may withdraw their employee contributions, plus any accumulated interest. Under the Teacher Retirement Plan, benefit terms and conditions, including COLA, can be adjusted on a prospective basis. Moreover, there are defined cost controls and unfunded liability controls that provide for the adjustment of benefit terms and conditions on an automatic basis.

Contributions. Contributions for teachers are established in the statutes governing the TCRS and may only be changed by the Tennessee General Assembly or by automatic cost controls set out in law. Teachers are required to contribute five percent of their salary to the plan. The Local Education Agencies (LEAs) make employer contributions at the rate set by the Board of Trustees as determined by an actuarial valuation. Per the statutory provisions governing TCRS, the employer contribution rate cannot be less than four percent, except in years when the maximum funded level, approved by the TCRS Board of Trustees, is reached. By law, employer contributions for the Teacher Retirement Plan are required to be paid. The TCRS may intercept the state shared taxes of the sponsoring governmental entity of the LEA if the required employer contributions are not remitted. Employer contributions for the year ended June 30, 2019, to the Teacher Retirement Plan were \$86,019, which is 1.94 percent of covered payroll. In addition, employer contributions of \$89,448 were made to the Pension Stabilization Reserve Trust Fund to fund future pension costs. The employer rate, when combined with member contributions and the

stabilization reserve trust funds, is expected to finance the costs of benefits earned by members during the year, the cost of administration, as well as an amortized portion of any unfunded liability.

Pension Liabilities (Assets), Pension Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions

Pension Liabilities (Assets). At June 30, 2019, the school department reported a liability (asset) of (\$184,396) for its proportionate share of the net pension liability (asset). The net pension liability (asset) was measured as of June 30, 2018, and the total pension liability (asset) used to calculate the net pension liability (asset) was determined by an actuarial valuation as of that date. The school department’s proportion of the net pension liability (asset) was based on the school department’s share of contributions to the pension plan relative to the contributions of all participating LEAs. At the measurement date of June 30, 2018, the school department’s proportion was .406582 percent. The proportion as of June 30, 2017, was .470981 percent.

Pension Expense. For the year ended June 30, 2019, the School department recognized pension expense of \$63,877.

Deferred Outflows of Resources and Deferred Inflows of Resources. For the year ended June 30, 2019, the school department reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
	<u>Resources</u>	<u>Resources</u>
Difference Between Expected and Actual Experience	\$ 10,444	\$ 7,345
Net Difference Between Projected and Actual Earnings on Pension Plan Investments	0	10,416
Changes in Assumptions	8,699	0
Changes in Proportion of Net Pension Liability (Asset)	17,035	6,291
LEA's Contributions Subsequent to the Measurement Date of June 30, 2018	86,019	N/A
Total	<u>\$ 122,197</u>	<u>\$ 24,052</u>

The school department's employer contributions of \$86,019, reported as pension related deferred outflows of resources subsequent to the measurement date, will be recognized as an increase of net pension asset in the year ending June 30, 2020. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense as follows:

Year Ending June 30	Amount
2020	\$ (445)
2021	(776)
2022	(2,261)
2023	461
2024	1,849
Thereafter	13,299

In the table above, positive amounts will increase pension expense, while negative amounts will decrease pension expense.

Actuarial Assumptions. The total pension liability in the June 30, 2018, actuarial valuation was determined using the following actuarial assumptions, applied to all periods included in the measurement:

Inflation	2.5%
Salary Increases	Graded Salary Ranges from 8.72% to 3.44% Based on Age, Including Inflation, Averaging 4%
Investment Rate of Return	7.25%, Net of Pension Plan Investment Expenses, Including Inflation
Cost of Living Adjustment	2.25%

Mortality rates are based on actual experience including an adjustment for some anticipated improvement.

The actuarial assumptions used in the June 30, 2018, actuarial valuation were based on the results of an actuarial experience study performed for the period July 1, 2012, through June 30, 2016. The demographic assumptions were adjusted to more closely reflect actual and expected future experience.

The long-term expected rate of return on pension plan investments was established by the TCRS Board of Trustees in conjunction with the June 30, 2016, actuarial experience study. A blend of future capital market projections and historic market returns was used in a building-block method in which a best-estimate of expected future real rates of return

(expected returns, net of pension plan investments expense and inflation) is developed for each major asset class. These best-estimates are combined to produce the long-term expected rate of return by weighing the expected future real rates of return by the target allocation percentage and by adding expected inflation of 2.5 percent. The best-estimates of geometric real rates of return and the TCRS investment policy target asset allocation for each major class are summarized in the following table:

Asset Class	Percentage Long-term Expected Real Rate of Return	%	Percentage Target Allocations	%
U.S. Equity	5.69	%	31	%
Developed Market				
International Equity	5.29		14	
Emerging Market				
International Equity	6.36		4	
Private Equity and				
Strategic Lending	5.79		20	
U.S. Fixed Income	2.01		20	
Real Estate	4.32		10	
Short-term Securities	0.00		1	
			100	%
Total			100	%

The long-term expected rate of return on pension plan investments was established by the TCRS Board of Trustees as 7.25 percent based on a blending of the factors described above.

Discount Rate. The discount rate used to measure the total pension liability was 7.25 percent. The projection of cash flows used to determine the discount rate assumes that employee contributions will be made at the current rate and that contributions from all the LEAs will be made at the actuarially determined contribution rate pursuant to an actuarial valuation in accordance with the funding policy of the TCRS Board of Trustees and as required to be paid by state statute. Based on those assumptions, the pension plan's fiduciary net position was projected to be available to make projected future benefit payments of current active and inactive members. Therefore, the long-term expected rate of return on pension plan investments was applied to all periods of projected benefit payments to determine the total pension liability.

Sensitivity of the Proportionate Share of Net Pension Liability (Asset) to Changes in the Discount Rate. The following presents the school department’s proportionate share of the net pension liability (asset) calculated using the discount rate of 7.25 percent, as well as what the school department’s proportionate share of the net pension liability (asset) would be if it were calculated using a discount rate that is one percentage point lower (6.25%) or one percentage point higher (8.25%) than the current rate:

School Department's Proportionate Share of the Net Pension Liability (Asset)	1% Decrease	Current Discount Rate	1% Increase
	6.25%	7.25%	8.25%
Net Pension Liability	\$ 28,508	\$ (184,396)	\$ (341,256)

Pension Plan Fiduciary Net Position. Detailed information about the pension plan’s fiduciary net position is available in a separately issued TCRS financial report.

Teacher Legacy Pension Plan

General Information About the Pension Plan

Plan Description. Teachers of the Roane County School Department with membership in the TCRS before July 1, 2014, are provided with pensions through the Teacher Legacy Pension Plan, a cost-sharing multiple-employer pension plan administered by the TCRS. The Teacher Legacy Pension Plan closed to new membership on June 30, 2014, but will continue providing benefits to existing members and retirees. Beginning July 1, 2014, the Teacher Retirement Plan became effective for teachers employed by LEAs after June 30, 2014. The Teacher Retirement Plan is a separate cost-sharing, multiple-employer defined benefit plan. The TCRS was created by state statute under *Tennessee Code Annotated (TCA)*, Title 8, Chapters 34-37. The TCRS Board of Trustees is responsible for the proper operation and administration of all employer pension plans in the TCRS. The Tennessee Treasury Department, an agency in the legislative branch of state government, administers the plans of the TCRS. The TCRS issues a publicly available financial report that can be obtained at www.treasury.tn.gov/Retirement/Boards-and-Governance/Reporting-and-Investment-Policies.

Benefits Provided. TCA, Title 8, Chapters 34-37 establish the benefit terms and can be amended only by the Tennessee General Assembly. Members of the Teacher Legacy Pension Plan are eligible to retire with an unreduced benefit at age 60 with five years of service credit or after 30 years of service credit regardless of age. Benefits are determined by a formula using the member’s highest five consecutive year average

compensation and the member's years of service credit. A reduced early retirement benefit is available to vested members at age 55. Members are vested with five years of service credit. Service related disability benefits are provided regardless of length of service. Five years of service is required for non-service related disability eligibility. The service related and non-service related disability benefits are determined in the same manner as a service retirement benefit but are reduced ten percent and include projected service credits. A variety of death benefits is available under various eligibility criteria. Member and beneficiary annuitants are entitled to an automatic cost of living adjustment (COLA) after retirement. A COLA is granted each July for annuitants retired prior to the second of July of the previous year. The COLA is based on the change in the consumer price index (CPI) during the prior calendar year, capped at three percent, and applied to the current benefit. No COLA is granted if the change in the CPI is less than one-half percent. A one percent COLA is granted if the CPI change is between one-half and one percent. A member who leaves employment may withdraw their employee contributions, plus any accumulated interest. Under the Teacher Legacy Pension Plan, benefit terms and conditions, including COLAs can be adjusted on a prospective basis. Moreover, there are defined cost controls and unfunded liability controls that provide for the adjustment of benefit terms and conditions on an automatic basis.

Contributions. Contributions for teachers are established in the statutes governing the TCRS and may only be changed by the Tennessee General Assembly. Teachers are required to contribute five percent of their salaries. The Local Education Agencies (LEAs) make employer contributions at the rate set by the Board of Trustees as determined by an actuarial valuation. By law, employer contributions for the Teacher Legacy Pension Plan are required to be paid. The TCRS may intercept the state shared taxes of the sponsoring governmental entity of the LEA if the required employer contributions are not remitted. Employer contributions by the Roane County School Department for the year ended June 30, 2019, to the Teacher Legacy Pension Plan were \$2,443,186, which is 10.46 percent of covered payroll. The employer rate, when combined with member contributions, is expected to finance the costs of benefits earned by members during the year, the cost of administration, as well as an amortized portion of any unfunded liability.

Pension Liabilities (Assets), Pension Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions

Pension Liability (Assets). At June 30, 2019, the school department reported a liability (asset) of (\$2,451,521) for its proportionate share of the net pension liability (asset). The net pension liability (asset) was

measured as of June 30, 2018, and the total pension liability used to calculate the net pension liability (asset) was determined by an actuarial valuation as of that date. The school department's proportion of the net pension liability (asset) was based on the school department's long-term share of contributions to the pension plan relative to the contributions of all participating LEAs. At the measurement date of June 30, 2018, the school department's proportion was .696669 percent. The proportion measured at June 30, 2017, was .689287 percent.

Pension Expense. For the year ended June 30, 2019, the school department recognized negative pension expense of \$752,377.

Deferred Outflows of Resources and Deferred Inflows of Resources. For the year ended June 30, 2019, the school department reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
	<u> </u>	<u> </u>
Difference Between Expected and Actual Experience	\$ 495,536	\$ 3,307,295
Changes in Assumptions	1,447,880	0
Net Difference Between Projected and Actual Earnings on Pension Plan Investments	0	533,553
Changes in Proportion of Net Pension Liability (Asset)	48,714	121,512
LEA's Contributions Subsequent to the Measurement Date of June 30, 2018	<u>2,443,186</u>	N/A
Total	<u>\$ 4,435,316</u>	<u>\$ 3,962,360</u>

The school department's employer contributions of \$2,443,186 reported as pension related deferred outflows of resources subsequent to the measurement date, will be recognized as an increase in net pension asset in the year ending June 30, 2020. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense as follows:

Year Ending June 30	Amount
2020	\$ 454,749
2021	(833,516)
2022	(1,369,851)
2023	(221,613)
2024	0
Thereafter	0

In the table above, positive amounts will increase pension expense, while negative amounts will decrease pension expense.

Actuarial Assumptions. The total pension liability in the June 30, 2018, actuarial valuation was determined using the following actuarial assumptions, applied to all periods included in the measurement:

Inflation	2.5%
Salary Increases	Graded Salary Ranges from 8.72% to 3.44% Based on Age, Including Inflation, Averaging 4%
Investment Rate of Return	7.25%, Net of Pension Plan Investment Expenses, Including Inflation
Cost of Living Adjustment	2.25%

Mortality rates are based actual experience including an adjustment for some anticipated improvement.

The actuarial assumptions used in the June 30, 2018, actuarial valuation were based on the results of an actuarial experience study performed for the period July 1, 2012, through June 30, 2016. The demographic assumptions were adjusted to more closely reflect actual and expected future experience.

The long-term expected rate of return on pension plan investments was established by the TCRS Board of Trustees in conjunction with the June 30, 2016, actuarial experience study. A blend of future capital market projections and historic market returns was used in a building-block method in which a best-estimate of expected future real rates of return (expected returns, net of pension plan investments expense and inflation) is developed for each major asset class. These best-estimates are combined to produce the long-term expected rate of return by weighing the expected future real rates of return by the target allocation percentage and by adding expected inflation of 2.5 percent. The best-estimates of geometric real rates of return and the TCRS

investment policy target asset allocation for each major class are summarized in the following table:

Asset Class	Percentage Long-term Expected Real Rate of Return	Percentage Target Allocations
U.S. Equity Developed Market	5.69 %	31 %
International Equity Emerging Market	5.29	14
International Equity Private Equity and Strategic Lending	6.36	4
U.S. Fixed Income	5.79	20
Real Estate	2.01	20
Short-term Securities	4.32	10
	0.00	1
Total		100 %

The long-term expected rate of return on pension plan investments was established by the TCRS Board of Trustees as 7.25 percent based on a blending of the factors described above.

Discount Rate. The discount rate used to measure the total pension liability was 7.25 percent. The projection of cash flows used to determine the discount rate assumes that employee contributions will be made at the current rate and that contributions from all the LEAs will be made at the actuarially determined contribution rate pursuant to an actuarial valuation in accordance with the funding policy of the TCRS Board of Trustees and as required to be paid by state statute. Based on those assumptions, the pension plan's fiduciary net position was projected to be available to make projected future benefit payments of current active and inactive members. Therefore, the long-term expected rate of return on pension plan investments was applied to all periods of projected benefit payments to determine the total pension liability.

Sensitivity of the Proportionate Share of Net Pension Liability (Asset) to Changes in the Discount Rate. The following presents the school department's proportionate share of the net pension liability (asset) calculated using the discount rate of 7.25 percent, as well as what the school department's proportionate share of the net pension liability (asset) would be if it were calculated using a discount rate that is one

percentage point lower (6.25%) or one percentage point higher (8.25%) than the current rate:

School Department's Proportionate Share of the Net Pension Liability (Asset)	1% Decrease	Current Discount Rate	1% Increase
	6.25%	7.25%	8.25%

Net Pension Liability \$ 18,897,866 \$ (2,451,521) \$ (20,115,164)

Pension Plan Fiduciary Net Position. Detailed information about the pension plan’s fiduciary net position is available in a separately issued TCRS financial report.

2. Deferred Compensation

Roane County offers its employees two deferred compensation plans, one established pursuant to IRC Section 401(k) and the other pursuant to IRC 403(b). All costs of administering and funding these programs are the responsibility of the plan participants. The Section 401(k) and Section 403(b) plan assets remain the property of the contributing employees and are not presented in the accompanying financial statements. IRC Sections 401(k) and 403(b) establish participation, contribution, and withdrawal provisions for the plans.

Certain employees of the primary government or the discretely presented school department are required to participate in hybrid pension plans consisting of a defined benefit portion which is detailed in the pension note above and is managed by the Tennessee Consolidated Retirement System, and a defined contribution portion which is placed into the state’s 401(k) plan and is managed by the employee. The defined contribution portion of the plan requires the county and school department contribute five percent of each employee’s salaries into deferred compensation accounts managed by the hybrid plans pursuant to IRC Section 401(k). In addition, employees are required to contribute two percent of their salaries into this deferred compensation plan unless they opt out of the employee portions. Additional contributions by employees are optional. These hybrid plans apply to teachers employed by the discretely presented school department hired after June 30, 2014, employees of the primary government hired after September 30, 2015, and non-certified employees of the discretely presented school department hired after September 30, 2015. These Section 401(k) plan assets remain the property of the participating employees and are not presented in the accompanying financial statements. IRC Section 401(k), establishes participating contribution, and withdrawal provisions for the plans. During the year, the primary government and school department contributed \$227,964 and their employees contributed \$148,824 to the

401(k) portion of the hybrid agent pension plan. The school department contributed \$219,359 and teachers contributed \$141,178 to the 401(k) portion of the hybrid cost-sharing pension plan.

I. Other Postemployment Benefits (OPEB)

Roane County and the discretely presented Roane County School Department provide OPEB benefits to their retirees through state administered public entity risk pools. For reporting purposes the plans are considered single employer defined benefit OPEB plans based on criteria in Statement No. 75 of the Governmental Accounting Standards Board (GASB). The plans are funded on a pay-as-you-go basis and there are no assets accumulating in a trust that meets the criteria of paragraph 4 of GASB Statement No. 75.

Retirees of Roane County are provided healthcare under the Local Government Plan (LGP) until they reach Medicare eligibility. Likewise, the school department provides healthcare benefits to its employees under the Local Education Plan (LEP) until they reach Medicare eligibility. The certified retirees of Roane County School Department may then join the Tennessee Plan – Medicare (TNM), which provides supplemental medical insurance for retirees with Medicare. However, the school department does not provide any subsidy (direct or indirect) to this plan and therefore does not recognize any OPEB liability associated with the TNM.

The county and the school department’s total OPEB liability for each plan was measured as of June 30, 2018, and was determined by an actuarial valuation as of that date.

Actuarial Assumptions and Other Inputs. The total OPEB liability in the June 30, 2018, actuarial valuation of each plan was determined using the following actuarial assumptions and other inputs, applied to all periods included in the measurement, unless otherwise specified:

Actuarial Cost Method	Entry Age Normal
Inflation	2.25%
Salary Increases	Salary increases used in the July 1, 2018 TCRS actuarial valuation; 3.44% to 8.72%, including inflation
Discount Rate	3.62%
Healthcare Cost Trend Rates	Based on the Getzen Model, with trend starting 6.75% for the 2019 calendar year, and gradually decreasing 32-year period to an ultimate trend of rate of 3.53 percent with .28% added to approximate the effect of the excise tax
Retirees Share of Benefit Related Cost	Discussed under each plan

The discount rate was 3.62 percent based on the daily rate of Fidelity's 20-year Municipal GO AA index closest to but not later than the measurement date.

Mortality rates were based on the results of a statewide experience study undertaken on behalf of the Tennessee Consolidated Retirement System (TCRS). These mortality rates were used in the July 1, 2018, actuarial valuation of the TCRS.

Unless noted otherwise, the actuarial demographic assumptions used in the June 30, 2018, valuations were the same as those employed in the July 1, 2018 Pension Actuarial Valuation of the Tennessee Consolidated Retirement System (TCRS). These assumptions were developed by TCRS based on the results of an actuarial experience study for the period July 1, 2012 - June 30, 2016. The demographic assumptions were adjusted to more closely reflect actual and expected future experience. Mortality tables are used to measure the probabilities of participants dying before and after retirement. The mortality rates employed in this valuation are taken from the RP-2014 Healthy Participant Mortality Table for Annuitants for non-disabled post-retirement mortality, with mortality improvement projected to all future years using Scale MP-2016. Post-retirement tables are Blue Collar and adjusted with a 2 percent load for males and a -3 percent load for females. Mortality rates for impaired lives are the same as those used by TCRS and are taken from a gender distinct table published in the IRS Ruling 96-7 for disabled lives with a 10 percent load.

Changes in Assumptions. The discount rate changed from 3.56 percent as of the beginning of the measurement period to 3.62 percent as of the measurement date of June 30, 2018. The assumed initial costs and premium amounts were revised to reflect rates adopted for the 2019 plan year. The assumed initial trend rate applicable to the 2019 plan year was revised from 5.4 percent to 6.75 percent.

Local Government OPEB Plan (Primary Government)

Plan Description. Employees of Roane County are provided with pre-65 retiree health insurance benefits through the Local Government Plan (LGP) administered by the Tennessee Department of Finance and Administration. All eligible pre-65 retired employees and disability participants of local governments, who choose coverage, participate in the LGP.

Benefits Provided. Roane County offers the LGP to provide health insurance coverage to eligible pre-65 retirees and disabled participants of local governments. With the exception of a small group of grandfathered individuals, retirees are required to discontinue coverage under the LGP upon obtaining Medicare eligibility. Insurance coverage is the only postemployment benefit provided to retirees. An insurance committee created in accordance with Tennessee Code Annotated (TCA) 8-27-701 establishes and amends the benefit terms of the LGP. All members have the option of choosing between the premier preferred provider organization (PPO), standard PPO, limited PPO or

the wellness health savings consumer-driven health plan (CDHP) for healthcare benefits. Retired plan members of the LGP, receives the same plan benefits as active employees, at a blended premium rate that considers the cost of all participants. This creates an implicit subsidy for retirees. Participating employers determine their own policy related to direct subsidies provided for the retiree premiums. Roane County provides a direct subsidy for retirees with at least 10 years of service. The subsidy ranges from \$404 to \$1,262 per month based on coverage selected.

Employees Covered by Benefit Terms

At the measurement date of June 30, 2018, the following employees were covered by the benefit terms:

	<u>Primary Government</u>
Inactive Employees or Beneficiaries Currently Receiving Benefits	9
Inactive Employees Entitled to But Not Yet Receiving Benefits	0
Active Employees	252
Total	<u>261</u>

An insurance committee, created in accordance with TCA 8-27-701, establishes the required payments to the LGP by member employers and employees through the blended premiums established for active and retired employees. Claims liabilities of the plan are periodically computed using actuarial and statistical techniques to establish premium rates. For the fiscal year ended June 30, 2019, the county paid \$128,947 to the LGP for OPEB benefits as they came due.

Changes in the Total OPEB Liability

	<u>Primary Government</u>
Balance July 1, 2017	\$ 4,284,663
Changes for the Year:	
Service Cost	\$ 357,659
Interest	163,085
Changes in Benefit Terms	(1,087,876)
Difference between Expected and Actuarial Experience	(376,825)
Changes in Assumption and Other Inputs	(230,654)
Benefit Payments	(122,583)
Net Changes	<u>\$ (1,297,194)</u>
Balance June 30, 2018	<u>\$ 2,987,469</u>

OPEB Expense and Deferred Outflows of Resources and Deferred Inflows of Resources. For the year ended June 30, 2019, the county recognized negative OPEB expense of \$654,751. At June 30, 2019, the county reported deferred outflows of resources and deferred inflows of resources related to OPEB from the following sources:

	<u>Deferred Outflows of Resources</u>	<u>Deferred Inflows of Resources</u>
Difference Between Expected and Actual Experience	\$ 0	\$ 337,159
Changes of Assumptions/Inputs	0	386,297
Net Difference Between Projected and Actual Investment Earnings	0	0
Benefits Paid After the Measurement Date of June 30, 2018	<u>128,947</u>	<u>0</u>
Total	<u>\$ 128,947</u>	<u>\$ 723,456</u>

Amounts reported as deferred inflows and deferred outflows of resources (excluding benefits paid after the measurement date) related to OPEB will be recognized in OPEB expense as follows:

<u>Year Ending June 30</u>	<u>Primary Government</u>
2020	\$ (87,619)
2021	(87,619)
2022	(87,619)
2023	(87,619)
2024	(87,619)
Thereafter	(285,361)

In the table shown above, positive amounts will increase OPEB expense while negative amounts will decrease OPEB expense.

Sensitivity of the Total OPEB Liability to Changes in the Discount Rate. The following presents the total OPEB liability of the county calculated using the current discount rate as well as what the OPEB liability would be if it was calculated using a discount rate that is one percentage point lower or one percentage point higher than the current rate:

	1% Decrease	Current Discount Rate	1% Increase
	2.62%	3.62%	4.62%
Total OPEB Liability	\$ 3,218,298	\$ 2,987,469	\$ 2,771,516

Sensitivity of the Total OPEB Liability to Changes in the Healthcare Cost Trend Rate. The following presents the total OPEB liability of the county calculated using the current healthcare cost trend rate, as well as what the OPEB liability would be if it was calculated using a trend rate that is one percentage point lower or one percentage point higher than the current rate:

	1% Decrease	Current Trend Rate	1% Increase
	5.75 to 2.81%	6.75 to 3.81%	7.75 to 4.81%
Total OPEB Liability	\$ 2,652,866	\$ 2,987,469	\$ 3,385,225

Closed Local Education (LEP) OPEB Plan (Discretely Presented School Department)

Plan Description. Employees of the Roane County School Department who were hired prior to July 1, 2015, are provided with pre-65 retiree health insurance benefits through the closed Local Education Plan (LEP) administered by the Tennessee Department of Finance and Administration. All eligible pre-65 retired teachers, support staff, and disability participants of local education agencies, who choose coverage, participate in the LEP. This plan is closed to the employees of all participating employers that were hired on or after July 1, 2015.

Benefits Provided. The Roane County School Department offers the LEP to provide health insurance coverage to eligible pre-65 retirees, support staff, and disabled participants of local education agencies. Retirees are required to discontinue coverage under the LEP upon obtaining Medicare eligibility. Insurance coverage is the only postemployment benefit provided to retirees. An insurance committee created in accordance with TCA 8-27-301 establishes and amends the benefit terms of the LEP. All members have the option of choosing between the premier preferred provider organization (PPO), standard PPO, limited PPO or the wellness health savings consumer-driven health plan (CDHP) for healthcare benefits. Retired plan members of the LEP receive the same plan benefits as active employees at a blended premium rate that considers the cost of all participants. This creates an implicit subsidy for retirees. Participating employers determine their own policy related to direct subsidies provided for retiree premiums. Roane County School Department provides a direct subsidy for retirees with at least 30 years of service ranging from \$160 to \$1,304 per month depending on the coverage selected. The state, as a governmental non-employer contributing entity, provides a direct subsidy for eligible retirees premiums based on years of service. Therefore, retirees with 30 or more years of service will receive 45 percent; 20 but less than 30 years, 35 percent; and less than 20 years, 20 percent of the scheduled premium. No subsidy is provided for enrollees of the health savings CDHP.

Employees Covered by Benefit Terms

At the measurement date of June 30, 2018, the following employees were covered by the benefit terms:

	<u>School Department</u>
Inactive Employees or Beneficiaries Currently Receiving Benefits	58
Inactive Employees Entitled to But Not Yet Receiving Benefits	0
Active Employees	640
Active Employees not Eligible for Future Benefits	<u>51</u>
Total	<u><u>749</u></u>

A state insurance committee, created in accordance with *TCA 8-27-301*, establishes the required payments to the LEP by member employers and employees through the blended premiums established for active and retired employees. Claims liabilities of the plan are periodically computed using actuarial and statistical techniques to establish premium rates. Administrative costs are allocated to plan participants. Employers contribute towards employee costs based on their own developed policies. During the current reporting period, the school department paid \$458,168 to the LEP for OPEB benefits as they came due.

Changes in the Collective Total OPEB Liability

	<u>Share of Collective Liability</u>		
	<u>Roane County School Department</u>	<u>State of TN</u>	<u>Total OPEB Liability</u>
	71.8336%	28.1664%	
Balance July 1, 2017	\$ 8,709,187	\$ 3,939,146	\$ 12,648,333
Changes for the Year:			
Service Cost	\$ 450,684	\$ 176,716	\$ 627,400
Interest	329,963	129,381	459,344
Changes in Benefit Terms	(2,216,232)	(868,998)	(3,085,230)
Difference between Expected and Actuarial Experience	1,079,557	423,301	1,502,858
Changes in Proportion Changes in Assumption and Other Inputs	376,566	(376,566)	0
Benefit Payments	229,064	89,817	318,881
Net Changes	<u>(535,607)</u>	<u>(210,015)</u>	<u>(745,622)</u>
	\$ (286,005)	\$ (636,364)	\$ (922,369)
Balance June 30, 2018	<u>\$ 8,423,182</u>	<u>\$ 3,302,782</u>	<u>\$ 11,725,964</u>

The Roane County School Department has a special funding situation related to benefits paid by the State of Tennessee for its eligible retired employees participating in the LEP. The Roane County School Department's proportionate share of the collective total OPEB liability was based on a projection of the employer's long-term share of benefit payments to the OPEB plan relative to the projected share of benefit payments of all participating employers and nonemployer contributing entities, actuarially determined. The school department is required by GASB Statement No. 75 to recognize revenue for subsidies provided by nonemployer contributing entities for benefits paid by the LEP for school department employees. The amount of the subsidy is equal to the nonemployer share of collective OPEB expenses. During the year, collective OPEB expenses for Roane County School employees was negative. Consequently, on the government-wide Statement of Activities, the school department has recorded the negative collective OPEB expense (\$1,872,249) and recorded negative operating grants and contributions revenues (\$566,438) for the nonemployer share of the collective OPEB expense.

During the year, the Roane County School Department's proportionate share of the collective OPEB liability was 71.8336 percent and the State of Tennessee's share was 28.1664 percent.

OPEB Expense and Deferred Outflows of Resources and Deferred Inflows of Resources. For the year ended June 30, 2019, the school department recognized negative OPEB expense of \$1,872,249 which includes expenses funded by subsidies provided by the state. At June 30, 2019, the school department reported deferred outflows of resources and deferred inflows of resources related to its proportionate share of OPEB from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Difference Between Expected and Actual Experience	\$ 971,601	\$ 0
Changes of Assumptions/Inputs	206,158	317,438
Changes in Proportion and Differences Between Amounts Paid as Benefits Came Due and Proportionate Share Amounts Paid by the Employer and Nonemployer Contributors As Benefits Came Due	351,841	0
Benefits Paid After the Measurement Date of June 30, 2018	<u>458,168</u>	<u>0</u>
Total	<u>\$ 1,987,768</u>	<u>\$ 317,438</u>

Amounts reported as deferred inflows and deferred outflows of resources (excluding benefits paid after the measurement date) related to OPEB will be recognized in OPEB expense as follows:

<u>Year Ending</u> <u>June 30</u>	<u>School</u> <u>Department</u>
2020	\$ 129,774
2021	129,774
2022	129,774
2023	129,774
2024	129,774
Thereafter	563,294

In the table shown above, positive amounts will increase OPEB expense while negative amounts will decrease OPEB expense.

Sensitivity of Proportionate Share of the Collective Total OPEB Liability to Changes in the Discount Rate. The following presents the school department's proportionate share of the collective total OPEB liability related to the LEP, as well as what the proportionate share of the collective total OPEB liability would be if it were calculated using a discount rate that is one percentage point lower or one percentage point higher than the current discount rate.

<u>Discount Rate</u>	1%	Current Discount Rate	1%
	Decrease		Increase
	2.62%	3.62%	4.62%

Proportionate Share of the Collective Total OPEB Liability	\$ 9,030,771	\$ 8,423,182	\$ 7,842,840
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Sensitivity of Proportionate Share of the Collective Total OPEB Liability to Changes in the Healthcare Cost Trend Rate. The following presents the school department's proportionate share of the collective total OPEB liability related to the LEP, as well as what the proportionate share of the collective total OPEB liability would be if it were calculated using a healthcare cost trend rate that is one percentage point lower or one percentage point higher than the current healthcare cost trend rate.

Healthcare Cost Trend Rate

	1% Decrease	Current Rates	1% Increase
	5.75 to 2.85%	6.75 to 3.85%	7.75 to 4.85%

Proportionate Share of the
Collective Total OPEB
Liability

\$ 7,505,848 \$ 8,423,182 \$ 9,496,673

J. Office of Central Accounting

Roane County operates under provisions of the Fiscal Control Acts of 1957. These acts provide for a central system of accounting, budgeting, and purchasing covering all funds administered by the county executive, road superintendent, and director of schools. These funds are maintained in the Office of Central Accounting, Budgeting, and Purchasing under the supervision of the director of accounts and budgets.

K. Purchasing Laws

Purchasing procedures for the Offices of County Executive and Road Superintendent are governed by the County Purchasing Law of 1957, Section 5-14-101, et seq., *Tennessee Code Annotated (TCA)*. Purchasing procedures for the Road Department are also governed by provisions of the Uniform Road Law, Section 54-7-113, *TCA*. These acts provide for a purchasing agent and require competitive bids on all purchases exceeding \$10,000.

Chapter 477, Private Acts of 1933, and the County Purchasing Law of 1957 provide for school department purchases to be made by the purchasing agent and for bids to be solicited on purchases exceeding \$10,000.

L. Subsequent Events

Interim Director of Schools Gary Aytes left office on June 30, 2019 and was succeeded by Director of Schools Dr. LaDonna McFall effective July 1, 2019.

**REQUIRED SUPPLEMENTARY
INFORMATION**

Roane County, Tennessee
Schedule of Changes in Net Pension Liability (Asset) and Related Ratios Based on
Participation in the Public Employee Legacy Pension Plan of TCRS
Primary Government
For the Fiscal Year Ended June 30

	2014	2015	2016	2017	2018
Total Pension Liability					
Service Cost	\$ 1,432,976	\$ 1,452,317	\$ 1,470,041	\$ 1,380,667	\$ 1,323,931
Interest	3,457,408	3,669,310	3,838,367	3,977,225	4,111,852
Differences Between Actual and Expected Experience	(54,297)	(688,903)	(901,376)	(389,766)	(519,196)
Change of Assumptions	0	0	0	1,323,990	0
Benefit Payments, Including Refunds of Employee Contributions	(2,032,756)	(2,027,403)	(2,365,307)	(2,567,119)	(2,532,574)
Net Change in Total Pension Liability	\$ 2,803,331	\$ 2,405,321	\$ 2,041,725	\$ 3,724,997	\$ 2,384,013
Total Pension Liability, Beginning	45,682,183	48,485,514	50,890,835	52,932,560	56,657,557
Total Pension Liability, Ending (a)	\$ 48,485,514	\$ 50,890,835	\$ 52,932,560	\$ 56,657,557	\$ 59,041,570
Plan Fiduciary Net Position					
Contributions - Employer	\$ 1,569,912	\$ 1,444,357	\$ 1,408,437	\$ 1,071,951	\$ 887,921
Contributions - Employee	858,839	867,965	833,399	765,684	739,936
Net Investment Income	7,325,925	1,596,148	1,418,189	6,172,117	4,961,820
Benefit Payments, Including Refunds of Employee Contributions	(2,032,756)	(2,027,403)	(2,365,307)	(2,567,119)	(2,532,574)
Administrative Expense	(23,410)	(30,371)	(42,315)	(42,243)	(44,393)
Other	0	0	1,747	0	0
Net Change in Plan Fiduciary Net Position	\$ 7,698,510	\$ 1,850,696	\$ 1,254,150	\$ 5,400,390	\$ 4,012,710
Plan Fiduciary Net Position, Beginning	44,047,532	51,746,042	53,596,738	54,850,888	60,251,278
Plan Fiduciary Net Position, Ending (b)	\$ 51,746,042	\$ 53,596,738	\$ 54,850,888	\$ 60,251,278	\$ 64,263,988
Net Pension Liability (Asset), Ending (a - b)	\$ (3,260,528)	\$ (2,705,903)	\$ (1,918,328)	\$ (3,593,721)	\$ (5,222,418)
Plan Fiduciary Net Position as a Percentage of Total Pension Liability	106.72%	105.32%	103.62%	106.34%	108.85%
Covered Payroll	\$ 17,176,207	\$ 17,092,984	\$ 16,667,904	\$ 15,313,571	\$ 14,801,214
Net Pension Liability (Asset) as a Percentage of Covered Payroll	(18.98)%	(15.83)%	(11.51)%	(23.47)%	(35.28)%

Note: Ten years of data will be presented when available.

Note: The agent plan is a single plan reported under one account with the Tennessee Consolidated Retirement System. This plan covers employees of the primary government and non-certified employees of the discretely presented School Department.

Exhibit F-2

Roane County, Tennessee
Schedule of Changes in Net Pension Liability (Asset) and Related Ratios Based on
Participation in the Public Employee Pension Plan of TCRS
Primary Government
For the Fiscal Year Ended June 30

	2016	2017	2018
Total Pension Liability			
Service Cost	\$ 39,738	\$ 81,540	\$ 169,463
Interest	2,980	8,326	25,668
Differences Between Actual and Expected Experience	(11,275)	62,746	59,165
Change of Assumptions	0	5,781	0
Benefit payments, including refunds of employee contributions	0	(3,939)	(2,648)
Net Change in Total Pension Liability	\$ 31,443	\$ 154,454	\$ 251,648
Total Pension Liability, Beginning	0	31,443	185,897
Total Pension Liability, Ending (a)	\$ 31,443	\$ 185,897	\$ 437,545
Plan Fiduciary Net Position			
Contributions - Employer	\$ 22,707	\$ 95,444	\$ 140,953
Contributions - Employee	28,384	119,306	176,564
Net Investment Income	661	17,055	34,740
Benefit Payments, Including Refunds of Employee Contributions	0	(3,939)	(2,648)
Administrative Expense	(2,667)	(9,342)	(13,029)
Net Change in Plan Fiduciary Net Position	\$ 49,085	\$ 218,524	\$ 336,580
Plan Fiduciary Net Position, Beginning	0	49,085	267,609
Plan Fiduciary Net Position, Ending (b)	\$ 49,085	\$ 267,609	\$ 604,189
Net Pension Liability (Asset), Ending (a - b)	\$ (17,642)	\$ (81,712)	\$ (166,644)
Plan Fiduciary Net Position as a Percentage of Total Pension Liability	156.11%	143.96%	138.09%
Covered Payroll	\$ 567,683	\$ 2,386,092	\$ 3,531,254
Net Pension Liability (Asset) as a Percentage of Covered Payroll	(3.11)%	(3.42)%	(4.72)%

Note: Ten years of data will be presented when available.

Note: The agent plan is a single plan reported under one account with the Tennessee Consolidated Retirement System. This plan covers employees of the primary government and non-certified employees of the discretely presented School Department.

Exhibit F-3

Roane County, Tennessee
Schedule of Contributions Based on Participation in the Public
Employee Pension Plan of TCRS
Primary Government
For the Fiscal Year Ended June 30

	2016		2017		2018		2019*
Actuarially Determined Contribution	\$ 22,707	\$	26,963	\$	140,953	\$	59,745
Less Contributions in Relation to the Actuarially Determined Contribution	(22,707)		(95,444)		(140,953)		(59,745)
Contribution Deficiency (Excess)	\$ 0	\$	(68,481)	\$	0	\$	0
Covered Payroll	\$ 567,683	\$	2,386,092	\$	3,531,254	\$	4,595,769
Contributions as a Percentage of Covered Payroll	4.00%		4.00%		3.99%		1.30%

*- In FY 2019 the School Department placed the actuarially determined contribution rate (1.3%) of covered payroll into the pension plan and placed \$82,183 into the Pension Stabilization Reserve Trust.

Note: Ten years of data will be presented when available.

Note: The agent plan is a single plan reported under one account with the Tennessee Consolidated Retirement System. This plan covers employees of the primary government and non-certified employees of the discretely presented School Department.

Exhibit F-4

Roane County, Tennessee
Schedule of Contributions Based on Participation in the Public
Employee Legacy Pension Plan of TCRS
Primary Government
For the Fiscal Year Ended June 30

	2014	2015	2016	2017	2018	2019
Actuarially Determined Contribution	\$ 1,569,912	\$ 1,444,357	\$ 1,408,870	\$ 626,325	\$ 603,890	\$ 568,577
Less Contributions in Relation to the Actuarially Determined Contribution	(1,569,912)	(1,444,357)	(1,408,870)	(1,071,951)	(887,921)	(710,721)
Contribution Deficiency (Excess)	\$ 0	\$ 0	\$ 0	\$ (445,626)	\$ (284,031)	\$ (142,144)
Covered Payroll	\$ 17,176,207	\$ 17,092,984	\$ 16,667,904	\$ 15,313,571	\$ 14,801,214	\$ 14,214,424
Contributions as a Percentage of Covered Payroll	9.14%	8.45%	8.45%	7.00%	6.00%	5.00%

Note: Ten years of data will be presented when available.

Note: The agent plan is a single plan reported under one account with the Tennessee Consolidated Retirement System. This plan covers employees of the primary government and non-certified employees of the discretely presented School Department.

Exhibit F-5

Roane County, Tennessee
Schedule of Contributions Based on Participation in the Teacher
Pension Plan of TCRS
Discretely Presented Roane County School Department
For the Fiscal Year Ended June 30

	2015	2016	2017	2018	2019*
Contractually Required Contribution	\$ 39,999	\$ 72,060	\$ 123,662	\$ 142,121	\$ 86,019
Less Contributions in Relation to the Contractually Required Contribution	(39,999)	(72,060)	(123,662)	(142,121)	(86,019)
Contribution Deficiency (Excess)	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
Covered Payroll	\$ 999,964	\$ 1,801,492	\$ 3,091,225	\$ 3,553,042	\$ 4,433,713
Contributions as a Percentage of Covered Payroll	4.00%	4.00%	4.00%	4.00%	1.94%

*- In FY 2019 the School Department placed the actuarially determined contribution rate (1.94%) of covered payroll into the pension plan and placed \$89,448 into the Pension Stabilization Reserve Trust.

Note: Ten years of data will be presented when available.

Exhibit F-6

Roane County, Tennessee
Schedule of Contributions Based on Participation in the Teacher Legacy
Pension Plan of TCRS
Discretely Presented Roane County School Department
For the Fiscal Year Ended June 30

	2014	2015	2016	2017	2018	2019
Contractually Required Contribution	\$ 2,438,536	\$ 2,353,733	\$ 2,290,158	\$ 2,202,563	\$ 2,215,075	\$ 2,443,186
Less Contributions in Relation to the Contractually Required Contribution	(2,438,536)	(2,353,733)	(2,290,158)	(2,202,563)	(2,215,075)	(2,443,186)
Contribution Deficiency (Excess)	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
Covered Payroll	\$ 27,460,985	\$ 26,036,905	\$ 25,333,638	\$ 24,365,988	\$ 24,395,115	\$ 23,357,399
Contributions as a Percentage of Covered Payroll	8.88%	9.04%	9.04%	9.04%	9.08%	10.46%

Note: Ten years of data will be presented when available.

Exhibit F-7

Roane County, Tennessee
Schedule of Proportionate Share of the Net Pension Asset
in the Teacher Pension Plan of TCRS
Discretely Presented Roane County School Department
For the Fiscal Year Ended June 30

	2015	2016	2017	2018
School Department's Proportion of the Net Pension Liability/Asset	0.471347%	0.409425%	0.470981%	0.406582%
School Department's Proportionate Share of the Net Pension Liability (Asset)	\$ (19,362)	\$ (42,622)	\$ (124,261)	\$ (184,396)
Covered Payroll	\$ 999,964	\$ 1,801,492	\$ 3,091,225	\$ 3,553,042
School Department's Proportionate Share of the Net Pension Liability (Asset) as a Percentage of its Covered Payroll	(1.94)%	(2.37)%	(4.02)%	(5.19)%
Plan Fiduciary Net Position as a Percentage of the Total Pension Liability	127.46%	121.88%	126.81%	126.97%

Note: Ten years of data will be presented when available.

Exhibit F-8

Roane County, Tennessee
Schedule of Proportionate Share of the Net Pension Liability (Asset)
in the Teacher Legacy Pension Plan of TCRS
Discretely Presented Roane County School Department
For the Fiscal Year Ended June 30

	2014	2015	2016	2017	2018
School Department's Proportion of the Net Pension Liability/Asset	0.699644%	0.695522%	0.701801%	0.689287%	0.696669%
School Department's Proportionate Share of the Net Pension Liability (Asset)	\$ (113,689)	\$ 284,911	\$ 4,385,868	\$ (225,523)	\$ (2,451,521)
Covered Payroll	\$ 27,460,985	\$ 26,036,905	\$ 25,333,638	\$ 24,365,988	\$ 24,395,115
School Department's Proportionate Share of the Net Pension Liability (Asset) as a Percentage of its Covered Payroll	(0.41)%	1.09%	17.31%	(0.93)%	(10.05)%
Plan Fiduciary Net Position as a Percentage of the Total Pension Liability	100.08%	99.81%	97.14%	100.14%	101.49%

Note: Ten years of data will be presented when available.

Exhibit F-9

Roane County, Tennessee
Schedule of Changes in the Total OPEB Liability and Related Ratios - Local Government Plan
For the Fiscal Year Ended June 30

	2017	2018
Total OPEB Liability		
Service Cost	\$ 375,515	\$ 357,659
Interest	129,569	163,085
Changes in Benefit Terms	0	(1,087,876)
Differences Between Actual and Expected Experience	0	(376,825)
Changes in Assumptions or Other Inputs	(227,270)	(230,654)
Benefit Payments	(109,826)	(122,583)
Net Change in Total OPEB Liability	\$ 167,988	\$ (1,297,194)
Total OPEB Liability, Beginning	4,116,675	4,284,663
Total OPEB Liability, Ending	<u>\$ 4,284,663</u>	<u>\$ 2,987,469</u>
Covered Employee Payroll	\$ 9,292,726	\$ 10,644,309
Net OPEB Liability as a Percentage of Covered Employee Payroll	46.11%	28.07%

Note 1: Ten years of data will be presented when available.

Note 2. Changes in assumptions.

(a) The following are the discount rates used in each period:

2017	2.92%
2018	3.56%
2019	3.62%

(b) The assumed initial trend rate applicable to the 2019 plan year was revised from 5.4% to 6.75%.

Note 3: No assets are accumulated in a trust that meets the criteria in paragraph 4 of GASB Statement No. 75.

Exhibit F-10

Roane County, Tennessee
Schedule of Changes in the Total OPEB Liability and Related Ratios - Local Education Plan
Discretely Presented Roane County School Department
For the Fiscal Year Ended June 30

	2017	2018
Total OPEB Liability		
Service Cost	\$ 676,798	\$ 627,400
Interest	384,435	459,344
Changes in Benefit Terms	0	(3,085,230)
Differences Between Actual and Expected Experience	0	1,502,858
Changes in Assumptions or Other Inputs	(553,781)	318,881
Benefit Payments	(695,825)	(745,622)
Net Change in Total OPEB Liability	\$ (188,373)	\$ (922,369)
Total OPEB Liability, Beginning	12,836,706	12,648,333
Total OPEB Liability, Ending	<u>\$ 12,648,333</u>	<u>\$ 11,725,964</u>
Nonemployer Contributing Entity Proportionate Share of the Total OPEB Liability	\$ 3,939,146	\$ 3,302,782
Employer Proportionate Share of the Total OPEB Liability	8,709,187	8,423,182
Covered Employee Payroll	\$ 34,842,445	\$ 35,085,510
Total OPEB Liability as a Percentage of Covered Employee Payroll	25.00%	24.01%

Note 1: Ten years of data will be presented when available.

Note 2. Changes in assumptions.

(a) The following are the discount rates used in each period:

2017	2.92%
2018	3.56%
2019	3.62%

(b) The assumed initial trend rate applicable to the 2019 plan year was revised from 5.4% to 6.75%.

Note 3: No assets are accumulated in a trust that meets the criteria in paragraph 4 of GASB Statement No. 75.

ROANE COUNTY, TENNESSEE
NOTES TO THE REQUIRED SUPPLEMENTARY INFORMATION
For the Year Ended June 30, 2019

TENNESSEE CONSOLIDATED RETIREMENT SYSTEM

Valuation Date: Actuarially determined contribution rates for fiscal year 2019 were calculated based on the June 30, 2017, actuarial valuation.

Methods and assumptions used to determine contribution rates:

Actuarial Cost Method	Entry Age Normal
Amortization Method	Level Dollar, Closed (Not to Exceed 20 Years)
Remaining Amortization Period	Varies by Year
Asset Valuation	10-Year Smoothed Within a 20% Corridor to Market Value
Inflation	2.5%
Salary Increases	Graded Salary Ranges from 8.72% to 3.44% Based on Age, Including Inflation
Investment Rate of Return	7.25%, Net of Investment Expense, Including Inflation
Retirement Age	Pattern of Retirement Determined by Experience Study
Mortality	Customized Table Based on Actual Experience Including an Adjustment for Some Anticipated Improvement
Cost of Living Adjustment	2.25%

Changes of assumptions. In 2017, the following assumptions were changed: decreased inflation rate from 3 percent to 2.5 percent; decreased the investment rate of return from 7.5 percent to 7.25 percent; decreased the cost-of-living adjustment from 2.5 percent to 2.25 percent; decreased salary growth graded ranges from an average of 4.25 percent to an average of 4 percent; and modified mortality assumptions.

**COMBINING AND INDIVIDUAL FUND
FINANCIAL STATEMENTS AND SCHEDULES**

Nonmajor Governmental Funds

Special Revenue Funds

Special Revenue Funds are used to account for and report the proceeds of specific revenue sources that are restricted or committed to expenditure for specified purposes other than debt service or capital projects.

Solid Waste/Sanitation Fund – The Solid Waste/Sanitation Fund is used to account for transactions of the Roane County Solid Waste Program other than landfill operations.

Ambulance Service Fund – The Ambulance Service Fund is used to account for transactions of the county ambulance service.

Special Purpose Fund – The Special Purpose Fund is used to account for animal shelter and fire prevention and control transactions.

Drug Control Fund – The Drug Control Fund is used to account for revenues received from drug-related fines, forfeitures, and seizures.

Other Special Revenue Fund – The Other Special Revenue Fund is used to account for transactions related to the operations of the recycling center and transactions for postclosure care cost of the landfill.

Constitutional Officers - Fees Fund – The Constitutional Officers - Fees Fund is used to account for operating expenses paid directly from the fee and commission accounts of the trustee, clerks, register of deeds, and sheriff.

Debt Service Fund

The Education Debt Service Fund is used to account for the accumulation of resources for, and the payment of long-term debt principal, interest, and related costs of school related debt.

Capital Projects Funds

Capital Projects Funds are used to account for and report financial resources that are restricted, committed, or assigned to expenditure for capital outlays, including the acquisition or construction of capital facilities and other capital assets.

Highway Capital Projects Fund – The Highway Capital Projects Fund is used to account for road construction and renovations of the county road system.

Exhibit G-1

Roane County, Tennessee
Combining Balance Sheet
Nonmajor Governmental Funds
June 30, 2019

	Special Revenue Funds				
	Solid Waste / Sanitation	Ambulance Service	Special Purpose	Drug Control	Other Special Revenue
<u>ASSETS</u>					
Cash	\$ 0	\$ 5,431	\$ 100	\$ 0	\$ 200
Equity in Pooled Cash and Investments	407,010	983,273	552,958	117,078	686,958
Accounts Receivable	0	1,118,047	6,675	225	1,523
Allowance for Uncollectibles	0	(695,478)	0	0	0
Due from Other Governments	160,998	0	30,666	0	0
Due from Other Funds	0	2,100	0	0	0
Due from Component Units	0	0	0	0	18
Property Taxes Receivable	0	136,686	553,079	0	410,058
Allowance for Uncollectible Property Taxes	0	(5,928)	(22,367)	0	(17,785)
Restricted Assets	0	18,710	0	0	0
Total Assets	<u>\$ 568,008</u>	<u>\$ 1,562,841</u>	<u>\$ 1,121,111</u>	<u>\$ 117,303</u>	<u>\$ 1,080,972</u>
<u>LIABILITIES</u>					
Accounts Payable	\$ 37,311	\$ 26,702	\$ 49,455	\$ 391	\$ 23,357
Accrued Payroll	7,402	27,219	5,103	0	4,676
Payroll Deductions Payable	2,009	21,601	7,148	0	5,838
Due to Other Funds	0	0	0	0	0
Due to Component Units	411	0	0	0	1,936
Total Liabilities	<u>\$ 47,133</u>	<u>\$ 75,522</u>	<u>\$ 61,706</u>	<u>\$ 391</u>	<u>\$ 35,807</u>

(Continued)

Exhibit G-1

Roane County, Tennessee
Combining Balance Sheet
Nonmajor Governmental Funds (Cont.)

	Special Revenue Funds				
	Solid Waste / Sanitation	Ambulance Service	Special Purpose	Drug Control	Other Special Revenue
<u>DEFERRED INFLOWS OF RESOURCES</u>					
Deferred Current Property Taxes	\$ 0	\$ 127,506	\$ 519,468	\$ 0	\$ 382,517
Deferred Delinquent Property Taxes	0	2,740	9,121	0	8,219
Other Deferred/Unavailable Revenue	80,499	202,053	17,350	0	0
Total Deferred Inflows of Resources	<u>\$ 80,499</u>	<u>\$ 332,299</u>	<u>\$ 545,939</u>	<u>\$ 0</u>	<u>\$ 390,736</u>
<u>FUND BALANCES</u>					
Restricted:					
Restricted for Public Safety	\$ 0	\$ 0	\$ 513,466	\$ 116,912	\$ 0
Restricted for Public Health and Welfare	440,376	1,053,814	0	0	654,429
Restricted for Capital Outlay	0	0	0	0	0
Restricted for Debt Service	0	0	0	0	0
Restricted for Hybrid Retirement Stabilization Funds	0	18,710	0	0	0
Committed:					
Committed for Public Health and Welfare	0	82,496	0	0	0
Total Fund Balances	<u>\$ 440,376</u>	<u>\$ 1,155,020</u>	<u>\$ 513,466</u>	<u>\$ 116,912</u>	<u>\$ 654,429</u>
Total Liabilities, Deferred Inflows of Resources, and Fund Balances	<u>\$ 568,008</u>	<u>\$ 1,562,841</u>	<u>\$ 1,121,111</u>	<u>\$ 117,303</u>	<u>\$ 1,080,972</u>

(Continued)

Exhibit G-1

Roane County, Tennessee
Combining Balance Sheet
Nonmajor Governmental Funds (Cont.)

	<u>Special Revenue Funds (Cont.)</u>		<u>Debt Service Fund</u>	<u>Capital Projects Fund</u>	<u>Total Nonmajor Governmental Funds</u>
	<u>Constitutional Officers - Fees</u>	<u>Total</u>	<u>Education Debt Service</u>	<u>Highway Capital Projects</u>	
<u>ASSETS</u>					
Cash	\$ 4,306	\$ 10,037	\$ 0	\$ 0	\$ 10,037
Equity in Pooled Cash and Investments	0	2,747,277	249,959	3,176,487	6,173,723
Accounts Receivable	851	1,127,321	0	4,100	1,131,421
Allowance for Uncollectibles	0	(695,478)	0	0	(695,478)
Due from Other Governments	0	191,664	0	0	191,664
Due from Other Funds	0	2,100	0	0	2,100
Due from Component Units	0	18	0	0	18
Property Taxes Receivable	0	1,099,823	77,567	0	1,177,390
Allowance for Uncollectible Property Taxes	0	(46,080)	(7,310)	0	(53,390)
Restricted Assets	0	18,710	0	0	18,710
Total Assets	<u>\$ 5,157</u>	<u>\$ 4,455,392</u>	<u>\$ 320,216</u>	<u>\$ 3,180,587</u>	<u>\$ 7,956,195</u>
<u>LIABILITIES</u>					
Accounts Payable	\$ 0	\$ 137,216	\$ 0	\$ 0	\$ 137,216
Accrued Payroll	0	44,400	0	0	44,400
Payroll Deductions Payable	0	36,596	0	0	36,596
Due to Other Funds	5,157	5,157	0	23,625	28,782
Due to Component Units	0	2,347	0	0	2,347
Total Liabilities	<u>\$ 5,157</u>	<u>\$ 225,716</u>	<u>\$ 0</u>	<u>\$ 23,625</u>	<u>\$ 249,341</u>

(Continued)

Exhibit G-1

Roane County, Tennessee
Combining Balance Sheet
Nonmajor Governmental Funds (Cont.)

	<u>Special Revenue Funds (Cont.)</u>		<u>Debt Service Fund</u>	<u>Capital Projects Fund</u>	<u>Total Nonmajor Governmental Funds</u>
	<u>Constitutional - Officers - Fees</u>	<u>Total</u>	<u>Education Debt Service</u>	<u>Highway Capital Projects</u>	
<u>DEFERRED INFLOWS OF RESOURCES</u>					
Deferred Current Property Taxes	\$ 0	\$ 1,029,491	\$ 63,753	\$ 0	\$ 1,093,244
Deferred Delinquent Property Taxes	0	20,080	5,529	0	25,609
Other Deferred/Unavailable Revenue	0	299,902	0	0	299,902
Total Deferred Inflows of Resources	<u>\$ 0</u>	<u>\$ 1,349,473</u>	<u>\$ 69,282</u>	<u>\$ 0</u>	<u>\$ 1,418,755</u>
<u>FUND BALANCES</u>					
Restricted:					
Restricted for Public Safety	\$ 0	\$ 630,378	\$ 0	\$ 0	\$ 630,378
Restricted for Public Health and Welfare	0	2,148,619	0	0	2,148,619
Restricted for Capital Outlay	0	0	0	3,156,962	3,156,962
Restricted for Debt Service	0	0	250,934	0	250,934
Restricted for Hybrid Retirement Stabilization Funds	0	18,710	0	0	18,710
Committed:					
Committed for Public Health and Welfare	0	82,496	0	0	82,496
Total Fund Balances	<u>\$ 0</u>	<u>\$ 2,880,203</u>	<u>\$ 250,934</u>	<u>\$ 3,156,962</u>	<u>\$ 6,288,099</u>
Total Liabilities, Deferred Inflows of Resources, and Fund Balances	<u>\$ 5,157</u>	<u>\$ 4,455,392</u>	<u>\$ 320,216</u>	<u>\$ 3,180,587</u>	<u>\$ 7,956,195</u>

Exhibit G-2

Roane County, Tennessee
Combining Statement of Revenues, Expenditures,
and Changes in Fund Balances
Nonmajor Governmental Funds
For the Year Ended June 30, 2019

	Special Revenue Funds				
	Solid Waste / Sanitation	Ambulance Service	Special Purpose	Drug Control	Other Special Revenue
<u>Revenues</u>					
Local Taxes	\$ 956,133	\$ 129,310	\$ 653,022	\$ 0	\$ 380,306
Fines, Forfeitures, and Penalties	0	0	0	38,777	0
Charges for Current Services	0	2,532,588	36,814	0	164,359
Other Local Revenues	25	11,230	17,450	19,791	220,847
State of Tennessee	206,749	0	100,000	0	56,839
Federal Government	0	134,806	0	0	0
Total Revenues	<u>\$ 1,162,907</u>	<u>\$ 2,807,934</u>	<u>\$ 807,286</u>	<u>\$ 58,568</u>	<u>\$ 822,351</u>
<u>Expenditures</u>					
Current:					
Finance	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
Administration of Justice	0	0	0	0	0
Public Safety	0	0	446,230	13,988	0
Public Health and Welfare	1,001,963	2,461,322	312,629	0	788,924
Debt Service:					
Principal on Debt	0	0	0	0	0
Interest on Debt	0	0	0	0	0
Other Debt Service	0	0	0	0	0
Capital Projects	0	0	0	0	0
Total Expenditures	<u>\$ 1,001,963</u>	<u>\$ 2,461,322</u>	<u>\$ 758,859</u>	<u>\$ 13,988</u>	<u>\$ 788,924</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>\$ 160,944</u>	<u>\$ 346,612</u>	<u>\$ 48,427</u>	<u>\$ 44,580</u>	<u>\$ 33,427</u>

(Continued)

Exhibit G-2

Roane County, Tennessee
Combining Statement of Revenues, Expenditures,
and Changes in Fund Balances
Nonmajor Governmental Funds (Cont.)

	Special Revenue Funds				
	Solid Waste / Sanitation	Ambulance Service	Special Purpose	Drug Control	Other Special Revenue
<u>Other Financing Sources (Uses)</u>					
Other Loans Issued	\$ 0	\$ 0	\$ 0	\$ 0	0
Proceeds from Sale of Capital Assets	0	0	0	0	0
Transfers In	0	0	0	0	0
Transfers Out	0	0	0	0	(100,000)
Total Other Financing Sources (Uses)	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>(100,000)</u>
Net Change in Fund Balances	\$ 160,944	\$ 346,612	\$ 48,427	\$ 44,580	\$ (66,573)
Fund Balance, July 1, 2018	279,432	808,408	465,039	72,332	721,002
Fund Balance, June 30, 2019	<u>\$ 440,376</u>	<u>\$ 1,155,020</u>	<u>\$ 513,466</u>	<u>\$ 116,912</u>	<u>\$ 654,429</u>

(Continued)

Exhibit G-2

Roane County, Tennessee
Combining Statement of Revenues, Expenditures,
and Changes in Fund Balances
Nonmajor Governmental Funds (Cont.)

	<u>Special Revenue Funds</u> (Cont.)		<u>Debt Service</u> <u>Fund</u>	<u>Capital</u> <u>Projects Fund</u>	<u>Total</u> <u>Nonmajor</u> <u>Governmental</u> <u>Funds</u>
	<u>Constitu -</u> <u>tional</u> <u>Officers -</u> <u>Fees</u>	<u>Total</u>	<u>Education</u> <u>Debt</u> <u>Service</u>	<u>Highway</u> <u>Capital</u> <u>Projects</u>	
<u>Revenues</u>					
Local Taxes	\$ 0	\$ 2,118,771	\$ 224,303	\$ 0	\$ 2,343,074
Fines, Forfeitures, and Penalties	0	38,777	0	0	38,777
Charges for Current Services	903	2,734,664	0	0	2,734,664
Other Local Revenues	0	269,343	5,896	0	275,239
State of Tennessee	0	363,588	0	314,123	677,711
Federal Government	0	134,806	0	0	134,806
Total Revenues	\$ 903	\$ 5,659,949	\$ 230,199	\$ 314,123	\$ 6,204,271
<u>Expenditures</u>					
Current:					
Finance	\$ 376	\$ 376	\$ 0	\$ 0	\$ 376
Administration of Justice	527	527	0	0	527
Public Safety	0	460,218	0	0	460,218
Public Health and Welfare	0	4,564,838	0	0	4,564,838
Debt Service:					
Principal on Debt	0	0	280,000	0	280,000
Interest on Debt	0	0	23,695	0	23,695
Other Debt Service	0	0	5,997	0	5,997
Capital Projects	0	0	0	1,113,369	1,113,369
Total Expenditures	\$ 903	\$ 5,025,959	\$ 309,692	\$ 1,113,369	\$ 6,449,020
Excess (Deficiency) of Revenues Over Expenditures	\$ 0	\$ 633,990	\$ (79,493)	\$ (799,246)	\$ (244,749)

(Continued)

Exhibit G-2

Roane County, Tennessee
Combining Statement of Revenues, Expenditures,
and Changes in Fund Balances
Nonmajor Governmental Funds (Cont.)

	<u>Special Revenue Funds</u>		<u>Debt Service</u>	<u>Capital</u>	
	<u>(Cont.)</u>		<u>Fund</u>	<u>Projects Fund</u>	
	<u>Constitu -</u>		<u>Education</u>	<u>Highway</u>	<u>Total</u>
	<u>Officers -</u>		<u>Debt</u>	<u>Capital</u>	<u>Nonmajor</u>
	<u>Fees</u>	<u>Total</u>	<u>Service</u>	<u>Projects</u>	<u>Governmental</u>
					<u>Funds</u>
<u>Other Financing Sources (Uses)</u>					
Other Loans Issued	\$ 0	\$ 0	\$ 0	\$ 2,000,000	\$ 2,000,000
Proceeds from Sale of Capital Assets	0	0	0	14,907	14,907
Transfers In	0	0	0	1,300,000	1,300,000
Transfers Out	0	(100,000)	0	0	(100,000)
Total Other Financing Sources (Uses)	\$ 0	\$ (100,000)	\$ 0	\$ 3,314,907	\$ 3,214,907
Net Change in Fund Balances	\$ 0	\$ 533,990	\$ (79,493)	\$ 2,515,661	\$ 2,970,158
Fund Balance, July 1, 2018	0	2,346,213	330,427	641,301	3,317,941
Fund Balance, June 30, 2019	\$ 0	\$ 2,880,203	\$ 250,934	\$ 3,156,962	\$ 6,288,099

Exhibit G-3

Roane County, Tennessee
Schedule of Revenues, Expenditures, and Changes
in Fund Balance - Actual and Budget
Solid Waste/Sanitation Fund
For the Year Ended June 30, 2019

	Actual	Budgeted Amounts		Variance with Final Budget - Positive (Negative)
		Original	Final	
<u>Revenues</u>				
Local Taxes	\$ 956,133	\$ 776,064	\$ 776,064	\$ 180,069
Other Local Revenues	25	0	0	25
State of Tennessee	206,749	200,000	213,200	(6,451)
Total Revenues	<u>\$ 1,162,907</u>	<u>\$ 976,064</u>	<u>\$ 989,264</u>	<u>\$ 173,643</u>
<u>Expenditures</u>				
<u>Public Health and Welfare</u>				
Convenience Centers	\$ 1,001,963	\$ 1,111,635	\$ 1,119,628	\$ 117,665
Total Expenditures	<u>\$ 1,001,963</u>	<u>\$ 1,111,635</u>	<u>\$ 1,119,628</u>	<u>\$ 117,665</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>\$ 160,944</u>	<u>\$ (135,571)</u>	<u>\$ (130,364)</u>	<u>\$ 291,308</u>
Net Change in Fund Balance	\$ 160,944	\$ (135,571)	\$ (130,364)	\$ 291,308
Fund Balance, July 1, 2018	279,432	279,432	279,432	0
Fund Balance, June 30, 2019	<u>\$ 440,376</u>	<u>\$ 143,861</u>	<u>\$ 149,068</u>	<u>\$ 291,308</u>

Exhibit G-4

Roane County, Tennessee
Schedule of Revenues, Expenditures, and Changes
in Fund Balance - Actual (Budgetary Basis) and Budget
Ambulance Service Fund
For the Year Ended June 30, 2019

	Actual (GAAP Basis)	Add: Encumbrances 6/30/2019	Actual Revenues/ Expenditures (Budgetary Basis)	Budgeted Amounts		Variance with Final Budget - Positive (Negative)
				Original	Final	
<u>Revenues</u>						
Local Taxes	\$ 129,310	\$ 0	\$ 129,310	\$ 131,100	\$ 131,100	\$ (1,790)
Charges for Current Services	2,532,588	0	2,532,588	2,488,611	2,488,611	43,977
Other Local Revenues	11,230	0	11,230	0	0	11,230
Federal Government	134,806	0	134,806	0	0	134,806
Total Revenues	\$ 2,807,934	\$ 0	\$ 2,807,934	\$ 2,619,711	\$ 2,619,711	\$ 188,223
<u>Expenditures</u>						
<u>Public Health and Welfare</u>						
Ambulance/Emergency Medical Services	\$ 2,461,322	\$ 5,272	\$ 2,466,594	\$ 2,753,776	\$ 2,753,776	\$ 287,182
Total Expenditures	\$ 2,461,322	\$ 5,272	\$ 2,466,594	\$ 2,753,776	\$ 2,753,776	\$ 287,182
Excess (Deficiency) of Revenues Over Expenditures	\$ 346,612	\$ (5,272)	\$ 341,340	\$ (134,065)	\$ (134,065)	\$ 475,405
Net Change in Fund Balance	\$ 346,612	\$ (5,272)	\$ 341,340	\$ (134,065)	\$ (134,065)	\$ 475,405
Fund Balance, July 1, 2018	808,408	0	808,408	916,658	916,658	(108,250)
Fund Balance, June 30, 2019	\$ 1,155,020	\$ (5,272)	\$ 1,149,748	\$ 782,593	\$ 782,593	\$ 367,155

Exhibit G-5

Roane County, Tennessee
 Schedule of Revenues, Expenditures, and Changes
 in Fund Balance - Actual (Budgetary Basis) and Budget
 Special Purpose Fund
 For the Year Ended June 30, 2019

	Actual (GAAP Basis)	Add: Encumbrances 6/30/2019	Actual Revenues/ Expenditures (Budgetary Basis)	Budgeted Amounts		Variance with Final Budget - Positive (Negative)
				Original	Final	
Revenues						
Local Taxes	\$ 653,022	\$ 0	\$ 653,022	\$ 608,500	\$ 654,500	\$ (1,478)
Charges for Current Services	36,814	0	36,814	21,118	21,118	15,696
Other Local Revenues	17,450	0	17,450	5,000	15,000	2,450
State of Tennessee	100,000	0	100,000	100,000	100,000	0
Total Revenues	\$ 807,286	\$ 0	\$ 807,286	\$ 734,618	\$ 790,618	\$ 16,668
Expenditures						
Public Safety						
Fire Prevention and Control	\$ 446,230	\$ 0	\$ 446,230	\$ 538,996	\$ 566,516	\$ 120,286
Public Health and Welfare						
Rabies and Animal Control	312,629	516	313,145	342,682	353,482	40,337
Total Expenditures	\$ 758,859	\$ 516	\$ 759,375	\$ 881,678	\$ 919,998	\$ 160,623
Excess (Deficiency) of Revenues Over Expenditures	\$ 48,427	\$ (516)	\$ 47,911	\$ (147,060)	\$ (129,380)	\$ 177,291
Net Change in Fund Balance	\$ 48,427	\$ (516)	\$ 47,911	\$ (147,060)	\$ (129,380)	\$ 177,291
Fund Balance, July 1, 2018	465,039	0	465,039	465,039	465,039	0
Fund Balance, June 30, 2019	\$ 513,466	\$ (516)	\$ 512,950	\$ 317,979	\$ 335,659	\$ 177,291

Exhibit G-6

Roane County, Tennessee
 Schedule of Revenues, Expenditures, and Changes
 in Fund Balance - Actual (Budgetary Basis) and Budget
Drug Control Fund
 For the Year Ended June 30, 2019

	Actual (GAAP Basis)	Add: Encumbrances 6/30/2019	Actual Revenues/ Expenditures (Budgetary Basis)	Budgeted Amounts		Variance with Final Budget - Positive (Negative)
				Original	Final	
<u>Revenues</u>						
Fines, Forfeitures, and Penalties	\$ 38,777	\$ 0	\$ 38,777	\$ 27,000	\$ 27,000	\$ 11,777
Charges for Current Services	0	0	0	5,000	5,000	(5,000)
Other Local Revenues	19,791	0	19,791	11,000	11,000	8,791
Total Revenues	<u>\$ 58,568</u>	<u>\$ 0</u>	<u>\$ 58,568</u>	<u>\$ 43,000</u>	<u>\$ 43,000</u>	<u>\$ 15,568</u>
<u>Expenditures</u>						
<u>Public Safety</u>						
Sheriff's Department	\$ 13,988	\$ 32,311	\$ 46,299	\$ 58,219	\$ 58,219	\$ 11,920
Total Expenditures	<u>\$ 13,988</u>	<u>\$ 32,311</u>	<u>\$ 46,299</u>	<u>\$ 58,219</u>	<u>\$ 58,219</u>	<u>\$ 11,920</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>\$ 44,580</u>	<u>\$ (32,311)</u>	<u>\$ 12,269</u>	<u>\$ (15,219)</u>	<u>\$ (15,219)</u>	<u>\$ 27,488</u>
Net Change in Fund Balance	\$ 44,580	\$ (32,311)	\$ 12,269	\$ (15,219)	\$ (15,219)	\$ 27,488
Fund Balance, July 1, 2018	<u>72,332</u>	<u>0</u>	<u>72,332</u>	<u>72,332</u>	<u>72,332</u>	<u>0</u>
Fund Balance, June 30, 2019	<u>\$ 116,912</u>	<u>\$ (32,311)</u>	<u>\$ 84,601</u>	<u>\$ 57,113</u>	<u>\$ 57,113</u>	<u>\$ 27,488</u>

Exhibit G-7

Roane County, Tennessee
Schedule of Revenues, Expenditures, and Changes
in Fund Balance - Actual (Budgetary Basis) and Budget
Other Special Revenue Fund
For the Year Ended June 30, 2019

	Actual (GAAP Basis)	Less: Encumbrances 7/1/2018	Add: Encumbrances 6/30/2019	Actual Revenues/ Expenditures (Budgetary Basis)	Budgeted Amounts		Variance with Final Budget - Positive (Negative)
					Original	Final	
<u>Revenues</u>							
Local Taxes	\$ 380,306	\$ 0	\$ 0	\$ 380,306	\$ 379,700	\$ 386,900	\$ (6,594)
Charges for Current Services	164,359	0	0	164,359	193,000	193,000	(28,641)
Other Local Revenues	220,847	0	0	220,847	283,500	272,920	(52,073)
State of Tennessee	56,839	0	0	56,839	28,200	103,200	(46,361)
Total Revenues	\$ 822,351	\$ 0	\$ 0	\$ 822,351	\$ 884,400	\$ 956,020	\$ (133,669)
<u>Expenditures</u>							
<u>Public Health and Welfare</u>							
Recycling Center	\$ 736,318	\$ (414)	\$ 0	\$ 735,904	\$ 873,553	\$ 884,553	\$ 148,649
Postclosure Care Costs	52,606	0	41,757	94,363	62,000	165,300	70,937
Total Expenditures	\$ 788,924	\$ (414)	\$ 41,757	\$ 830,267	\$ 935,553	\$ 1,049,853	\$ 219,586
Excess (Deficiency) of Revenues Over Expenditures	\$ 33,427	\$ 414	\$ (41,757)	\$ (7,916)	\$ (51,153)	\$ (93,833)	\$ 85,917
<u>Other Financing Sources (Uses)</u>							
Transfers Out	\$ (100,000)	\$ 0	\$ 0	\$ (100,000)	\$ (100,000)	\$ (100,000)	\$ 0
Total Other Financing Sources	\$ (100,000)	\$ 0	\$ 0	\$ (100,000)	\$ (100,000)	\$ (100,000)	\$ 0
Net Change in Fund Balance	\$ (66,573)	\$ 414	\$ (41,757)	\$ (107,916)	\$ (151,153)	\$ (193,833)	\$ 85,917
Fund Balance, July 1, 2018	721,002	(414)	0	720,588	721,002	721,002	(414)
Fund Balance, June 30, 2019	\$ 654,429	\$ 0	\$ (41,757)	\$ 612,672	\$ 569,849	\$ 527,169	\$ 85,503

Exhibit G-8

Roane County, Tennessee
Schedule of Revenues, Expenditures, and Changes
in Fund Balance - Actual and Budget
Education Debt Service Fund
For the Year Ended June 30, 2019

	Actual	Budgeted Amounts		Variance with Final Budget - Positive (Negative)
		Original	Final	
<u>Revenues</u>				
Local Taxes	\$ 224,303	\$ 227,300	\$ 227,300	\$ (2,997)
Other Local Revenues	5,896	500	500	5,396
Total Revenues	<u>\$ 230,199</u>	<u>\$ 227,800</u>	<u>\$ 227,800</u>	<u>\$ 2,399</u>
<u>Expenditures</u>				
<u>Principal on Debt</u>				
Education	\$ 280,000	\$ 280,000	\$ 280,000	\$ 0
<u>Interest on Debt</u>				
Education	23,695	23,695	23,695	0
<u>Other Debt Service</u>				
Education	5,997	6,548	6,548	551
Total Expenditures	<u>\$ 309,692</u>	<u>\$ 310,243</u>	<u>\$ 310,243</u>	<u>\$ 551</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>\$ (79,493)</u>	<u>\$ (82,443)</u>	<u>\$ (82,443)</u>	<u>\$ 2,950</u>
Net Change in Fund Balance	\$ (79,493)	\$ (82,443)	\$ (82,443)	\$ 2,950
Fund Balance, July 1, 2018	<u>330,427</u>	<u>330,427</u>	<u>330,427</u>	<u>0</u>
Fund Balance, June 30, 2019	<u>\$ 250,934</u>	<u>\$ 247,984</u>	<u>\$ 247,984</u>	<u>\$ 2,950</u>

Major Governmental Funds

Debt Service Funds

Debt Service Funds are used to account for and report financial resources that are restricted, committed, or assigned to expenditure for principal and interest.

General Debt Service Fund – The General Debt Service Fund is used to account for the accumulation of resources for, and the payment of, debt principal, interest, and related costs.

Rural Debt Service Fund – The Rural Debt Service Fund is used to account for the accumulation of resources for the retirement of bonds and notes issued for the construction and improvements of county schools prior to the Harriman City School merger on July 1, 2003.

Capital Projects Funds

Capital Projects Fund are used to account for and report financial resources that are restricted, committed, or assigned to expenditure for capital outlays, including the acquisition or construction of capital facilities and other capital assets.

General Capital Projects Fund – The General Capital Projects Fund is used to account for general capital expenditures of the county.

Exhibit H-1

Roane County, Tennessee
Schedule of Revenues, Expenditures, and Changes
in Fund Balance - Actual and Budget
General Debt Service Fund
For the Year Ended June 30, 2019

	Actual	Budgeted Amounts		Variance with Final Budget - Positive (Negative)
		Original	Final	
<u>Revenues</u>				
Local Taxes	\$ 2,915,898	\$ 2,846,100	\$ 2,925,074	\$ (9,176)
Other Local Revenues	278,193	20,000	220,000	58,193
Other Governments and Citizens Groups	98,316	98,316	98,316	0
Total Revenues	<u>\$ 3,292,407</u>	<u>\$ 2,964,416</u>	<u>\$ 3,243,390</u>	<u>\$ 49,017</u>
<u>Expenditures</u>				
<u>Principal on Debt</u>				
General Government	\$ 2,130,000	\$ 2,130,000	\$ 2,130,000	\$ 0
Education	98,316	98,316	98,316	0
<u>Interest on Debt</u>				
General Government	790,173	790,174	790,174	1
<u>Other Debt Service</u>				
General Government	91,252	103,066	103,066	11,814
Highways and Streets	60,000	0	60,000	0
Total Expenditures	<u>\$ 3,169,741</u>	<u>\$ 3,121,556</u>	<u>\$ 3,181,556</u>	<u>\$ 11,815</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>\$ 122,666</u>	<u>\$ (157,140)</u>	<u>\$ 61,834</u>	<u>\$ 60,832</u>
<u>Other Financing Sources (Uses)</u>				
Other Loans Issued	\$ 60,000	\$ 0	\$ 60,000	\$ 0
Transfers In	670,000	670,000	670,000	0
Total Other Financing Sources	<u>\$ 730,000</u>	<u>\$ 670,000</u>	<u>\$ 730,000</u>	<u>\$ 0</u>
Net Change in Fund Balance	\$ 852,666	\$ 512,860	\$ 791,834	\$ 60,832
Fund Balance, July 1, 2018	2,194,871	2,194,870	2,194,870	1
Fund Balance, June 30, 2019	<u>\$ 3,047,537</u>	<u>\$ 2,707,730</u>	<u>\$ 2,986,704</u>	<u>\$ 60,833</u>

Exhibit H-2

Roane County, Tennessee
Schedule of Revenues, Expenditures, and Changes
in Fund Balance - Actual and Budget
Rural Debt Service Fund
For the Year Ended June 30, 2019

	Actual	Budgeted Amounts		Variance with Final Budget - Positive (Negative)
		Original	Final	
<u>Revenues</u>				
Local Taxes	\$ 1,470,854	\$ 1,468,000	\$ 1,468,000	\$ 2,854
Other Local Revenues	13,831	3,000	3,000	10,831
Total Revenues	<u>\$ 1,484,685</u>	<u>\$ 1,471,000</u>	<u>\$ 1,471,000</u>	<u>\$ 13,685</u>
<u>Expenditures</u>				
<u>Principal on Debt</u>				
Education	\$ 1,497,000	\$ 1,497,000	\$ 1,497,000	\$ 0
<u>Interest on Debt</u>				
Education	107,715	107,715	107,715	0
<u>Other Debt Service</u>				
Education	28,834	30,750	30,750	1,916
Total Expenditures	<u>\$ 1,633,549</u>	<u>\$ 1,635,465</u>	<u>\$ 1,635,465</u>	<u>\$ 1,916</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>\$ (148,864)</u>	<u>\$ (164,465)</u>	<u>\$ (164,465)</u>	<u>\$ 15,601</u>
Net Change in Fund Balance	\$ (148,864)	\$ (164,465)	\$ (164,465)	\$ 15,601
Fund Balance, July 1, 2018	<u>592,935</u>	<u>592,936</u>	<u>592,936</u>	<u>(1)</u>
Fund Balance, June 30, 2019	<u>\$ 444,071</u>	<u>\$ 428,471</u>	<u>\$ 428,471</u>	<u>\$ 15,600</u>

Exhibit H-3

Roane County, Tennessee
Schedule of Revenues, Expenditures, and Changes
in Fund Balance - Actual and Budget
General Capital Projects Fund
For the Year Ended June 30, 2019

	Actual	Budgeted Amounts		Variance with Final Budget - Positive (Negative)
		Original	Final	
<u>Revenues</u>				
Local Taxes	\$ 633,863	\$ 635,000	\$ 635,000	\$ (1,137)
Charges for Current Services	72,235	70,000	70,000	2,235
Other Local Revenues	12,811	0	11,000	1,811
State of Tennessee	60,223	280,000	432,238	(372,015)
Federal Government	559,507	0	626,013	(66,506)
Other Governments and Citizens Groups	27,700	0	27,700	0
Total Revenues	<u>\$ 1,366,339</u>	<u>\$ 985,000</u>	<u>\$ 1,801,951</u>	<u>\$ (435,612)</u>
<u>Expenditures</u>				
<u>Capital Projects</u>				
General Administration Projects	\$ 169,160	\$ 906,000	\$ 971,430	\$ 802,270
Administration of Justice Projects	27,700	0	27,700	0
Public Safety Projects	1,533,390	489,200	1,965,222	431,832
Public Health and Welfare Projects	462,286	410,420	685,806	223,520
Social, Cultural, and Recreation Projects	173,228	598,510	751,565	578,337
Other General Government Projects	0	60,000	60,000	60,000
Education Capital Projects	197,407	0	6,750,482	6,553,075
<u>Capital Projects - Donated</u>				
Capital Projects Donated to Other Entities	0	0	481,942	481,942
Total Expenditures	<u>\$ 2,563,171</u>	<u>\$ 2,464,130</u>	<u>\$ 11,694,147</u>	<u>\$ 9,130,976</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>\$ (1,196,832)</u>	<u>\$ (1,479,130)</u>	<u>\$ (9,892,196)</u>	<u>\$ 8,695,364</u>
<u>Other Financing Sources (Uses)</u>				
Bonds Issued	\$ 7,100,000	\$ 0	\$ 7,100,000	\$ 0
Premiums on Debt Sold	132,424	0	132,424	0
Proceeds from Sale of Capital Assets	32,735	0	0	32,735
Transfers In	560,000	360,000	560,000	0
Total Other Financing Sources	<u>\$ 7,825,159</u>	<u>\$ 360,000</u>	<u>\$ 7,792,424</u>	<u>\$ 32,735</u>
Net Change in Fund Balance	<u>\$ 6,628,327</u>	<u>\$ (1,119,130)</u>	<u>\$ (2,099,772)</u>	<u>\$ 8,728,099</u>
Fund Balance, July 1, 2018	<u>2,702,875</u>	<u>2,702,877</u>	<u>2,702,877</u>	<u>(2)</u>
Fund Balance, June 30, 2019	<u>\$ 9,331,202</u>	<u>\$ 1,583,747</u>	<u>\$ 603,105</u>	<u>\$ 8,728,097</u>

Proprietary Funds

Internal Service Funds are used to account for the financing of goods or services provided by one department or agency to other departments or agencies of the county, or other governments, on a cost-reimbursed basis.

Employee Insurance - Dental Fund – The Employee Insurance - Dental Fund is used to account for the county’s self-insured dental insurance program. Premiums charged to the various county operating funds and employee payroll deductions are placed in this fund for the payment of dental claims of county employees.

Workers’ Compensation Fund – The Workers’ Compensation Fund is used to account for the county’s self-insured workers’ compensation program. Premiums charged to the various county operating funds are placed in this fund for the payment of claims.

Exhibit I-1

Roane County, Tennessee
Combining Statement of Net Position
Proprietary Funds
June 30, 2019

	<u>Internal Service Funds</u>		
	<u>Employee Insurance - Dental</u>	<u>Workers' Compensation</u>	<u>Total Proprietary Funds</u>
<u>ASSETS</u>			
Current Assets:			
Equity in Pooled Cash and Investments	\$ 449,972	\$ 1,399,349	\$ 1,849,321
Accounts Receivable	9,701	37,053	46,754
Total Assets	<u>\$ 459,673</u>	<u>\$ 1,436,402</u>	<u>\$ 1,896,075</u>
<u>LIABILITIES</u>			
Current Liabilities:			
Accounts Payable	\$ 0	\$ 972	\$ 972
Claims and Judgments Payable	0	465,093	465,093
Total Liabilities	<u>\$ 0</u>	<u>\$ 466,065</u>	<u>\$ 466,065</u>
<u>NET POSITION</u>			
Restricted for Education	\$ 0	\$ 485,929	\$ 485,929
Unrestricted	459,673	484,408	944,081
Total Net Position	<u>\$ 459,673</u>	<u>\$ 970,337</u>	<u>\$ 1,430,010</u>

Exhibit I-2

Roane County, Tennessee
Combining Statement of Revenues, Expenses, and
Changes in Net Position
Proprietary Funds
For the Year Ended June 30, 2019

	<u>Internal Service Funds</u>		
	Employee Insurance - Dental	Workers' Compensation	Total
<u>Operating Revenues</u>			
Self-Insurance Premiums	\$ 657,680	\$ 616,268	\$ 1,273,948
Total Operating Revenues	<u>\$ 657,680</u>	<u>\$ 616,268</u>	<u>\$ 1,273,948</u>
<u>Operating Expenses</u>			
Other Salaries and Wages	\$ 10,569	\$ 0	\$ 10,569
Travel	0	234	234
Medical Claims	477,289	77,187	554,476
Handling Charges and Administration	47,116	6,678	53,794
Workers' Compensation Insurance	0	148,375	148,375
Total Operating Expenses	<u>\$ 534,974</u>	<u>\$ 232,474</u>	<u>\$ 767,448</u>
Operating Income (Loss)	<u>\$ 122,706</u>	<u>\$ 383,794</u>	<u>\$ 506,500</u>
<u>Nonoperating Revenues (Expenses)</u>			
Investment Income	\$ 4,983	\$ 19,029	\$ 24,012
Total Nonoperating Revenues (Expenses)	<u>\$ 4,983</u>	<u>\$ 19,029</u>	<u>\$ 24,012</u>
Change in Net Position	\$ 127,689	\$ 402,823	\$ 530,512
Net Position, July 1, 2018	<u>331,984</u>	<u>567,514</u>	<u>899,498</u>
Net Position, June 30, 2019	<u><u>\$ 459,673</u></u>	<u><u>\$ 970,337</u></u>	<u><u>\$ 1,430,010</u></u>

Exhibit I-3

Roane County, Tennessee
Combining Statement of Cash Flows
Proprietary Funds
For the Year Ended June 30, 2019

	<u>Internal Service Funds</u>		
	<u>Employee Insurance - Dental</u>	<u>Workers' Compen- sation</u>	<u>Total</u>
<u>Cash Flows from Operating Activities</u>			
Receipts for Self-Insurance Premiums	\$ 647,979	\$ 616,478	\$ 1,264,457
Payments for Claims	(477,289)	(353,581)	(830,870)
Payments to Employees	(10,569)	0	(10,569)
Payments for Administrative Costs	(47,116)	(6,858)	(53,974)
Payments to Insurers	0	(148,375)	(148,375)
Net Cash Provided By (Used In) Operating Activities	<u>\$ 113,005</u>	<u>\$ 107,664</u>	<u>\$ 220,669</u>
<u>Cash Flows from Investing Activities</u>			
Interest on Investments	\$ 4,983	\$ 19,029	\$ 24,012
Net Cash Provided By (Used In) Investing Activities	<u>\$ 4,983</u>	<u>\$ 19,029</u>	<u>\$ 24,012</u>
Increase (Decrease) in Cash	\$ 117,988	\$ 126,693	\$ 244,681
Cash, July 1, 2018	<u>331,984</u>	<u>1,272,656</u>	<u>1,604,640</u>
Cash, June 30, 2019	<u><u>\$ 449,972</u></u>	<u><u>\$ 1,399,349</u></u>	<u><u>\$ 1,849,321</u></u>
<u>Reconciliation of Operating Income (Loss) to Net</u>			
<u>Cash Provided By (Used In) Operating Activities</u>			
Operating Income (Loss)	\$ 122,706	\$ 383,794	\$ 506,500
Adjustments to Reconcile Net Operating Income (Loss) to Net Cash Provided By (Used In) Operating Activities:			
Changes in Assets and Liabilities:			
(Increase) Decrease in Current Operating Receivables	(9,701)	210	(9,491)
Increase (Decrease) in Other Current Operating Liabilities	0	(276,340)	(276,340)
Net Cash Provided By (Used In) Operating Activities	<u>\$ 113,005</u>	<u>\$ 107,664</u>	<u>\$ 220,669</u>

Fiduciary Funds

Agency Funds are used to account for assets held by the county in a trustee capacity or as an agent for individuals, private organizations, other governments, and/or other funds. Agency funds are custodial in nature (assets equal liabilities) and do not involve measurement of results of operations.

Cities - Sales Tax Fund – The Cities - Sales Tax Fund is used to account for the second half of the sales tax revenues collected inside incorporated cities of the county. These revenues are received by the county from the State of Tennessee and forwarded to the various cities on a monthly basis.

City School - ADA - Oak Ridge Fund – The City School - ADA - Oak Ridge Fund is used to account for the Oak Ridge city school system's share of education revenues collected by the county, which must be apportioned to the Oak Ridge school system on an average daily attendance basis. These collections are remitted to the Oak Ridge city school system on a monthly basis.

Joint Venture Fund – The Joint Venture Fund is used to account for transactions of the Judicial District Drug Task Force, a joint venture of the various law enforcement agencies of the Ninth Judicial District.

Community Development - Agency Fund – The Community Development - Agency Fund is used to account for transactions dealing with a revolving loan program for local businesses.

Constitutional Officers - Agency Fund – The Constitutional Officers - Agency Fund is used to account for amounts collected in an agency capacity by the county clerk, circuit and general sessions courts clerk, clerk and master, register of deeds, and sheriff. Such collections include amounts due the state, cities, other county funds, litigants, heirs, and others.

District Attorney General Fund – The District Attorney General Fund is used to account for restricted revenue held for the benefit of the Office of District Attorney General.

Exhibit J-1

Roane County, Tennessee
 Combining Statement of Fiduciary Assets and Liabilities
 Fiduciary Funds
 June 30, 2019

	Agency Funds						Total
	Cities - Sales Tax	City School ADA - Oak Ridge	Joint Venture	Community Development Agency	Constitu - tional Officers - Agency	District Attorney General	
<u>ASSETS</u>							
Cash	\$ 0	\$ 0	\$ 0	\$ 0	\$ 1,653,834	\$ 0	\$ 1,653,834
Equity in Pooled Cash and Investments	0	2,593	216,534	448,312	0	32,102	699,541
Accounts Receivable	0	1,436	0	0	0	0	1,436
Due from Other Governments	1,405,514	108,688	12,403	0	0	328	1,526,933
Due from Other Funds	0	4,269	0	0	0	0	4,269
Property Taxes Receivable	0	1,094,053	0	0	0	0	1,094,053
Allowance for Uncollectible Property Taxes	0	(48,347)	0	0	0	0	(48,347)
Prepaid Items	0	0	88	0	0	0	88
Notes Receivable - Long-term	0	0	0	458,485	0	0	458,485
Total Assets	\$ 1,405,514	\$ 1,162,692	\$ 229,025	\$ 906,797	\$ 1,653,834	\$ 32,430	\$ 5,390,292
<u>LIABILITIES</u>							
Accounts Payable	\$ 0	\$ 0	\$ 41,544	\$ 0	\$ 0	\$ 632	\$ 42,176
Due to Other Funds	0	0	14,384	0	0	0	14,384
Due to Other Taxing Units	1,405,514	1,162,692	0	0	0	0	2,568,206
Due to Litigants, Heirs, and Others	0	0	0	0	1,653,834	31,798	1,685,632
Due to Joint Ventures	0	0	173,097	0	0	0	173,097
Other Current Liabilities	0	0	0	906,797	0	0	906,797
Total Liabilities	\$ 1,405,514	\$ 1,162,692	\$ 229,025	\$ 906,797	\$ 1,653,834	\$ 32,430	\$ 5,390,292

Exhibit J-2

Roane County, Tennessee
Combining Statement of Changes in Assets and Liabilities - All Agency Funds
For the Year Ended June 30, 2019

	Beginning Balance	Additions	Deductions	Ending Balance
<u>Cities - Sales Tax Fund</u>				
<u>Assets</u>				
Equity in Pooled Cash and Investments	\$ 0	\$ 7,803,465	\$ 7,803,465	\$ 0
Due from Other Governments	1,172,051	1,405,514	1,172,051	1,405,514
Total Assets	\$ 1,172,051	\$ 9,208,979	\$ 8,975,516	\$ 1,405,514
<u>Liabilities</u>				
Due to Other Taxing Units	\$ 1,172,051	\$ 9,208,979	\$ 8,975,516	\$ 1,405,514
Total Liabilities	\$ 1,172,051	\$ 9,208,979	\$ 8,975,516	\$ 1,405,514
<u>City School ADA - Oak Ridge Fund</u>				
<u>Assets</u>				
Equity in Pooled Cash and Investments	\$ 3,201	\$ 1,744,202	\$ 1,744,810	\$ 2,593
Accounts Receivable	0	1,436	0	1,436
Due from Other Governments	85,972	108,688	85,972	108,688
Due from Other Funds	0	4,269	0	4,269
Property Taxes Receivable	1,035,701	1,094,053	1,035,701	1,094,053
Allowance for Uncollectible Property Taxes	(36,709)	(48,347)	(36,709)	(48,347)
Total Assets	\$ 1,088,165	\$ 2,904,301	\$ 2,829,774	\$ 1,162,692
<u>Liabilities</u>				
Due to Other Taxing Units	\$ 1,088,165	\$ 2,904,301	\$ 2,829,774	\$ 1,162,692
Total Liabilities	\$ 1,088,165	\$ 2,904,301	\$ 2,829,774	\$ 1,162,692
<u>Joint Venture - Agency Fund</u>				
<u>Assets</u>				
Equity in Pooled Cash and Investments	\$ 134,819	\$ 314,208	\$ 232,493	\$ 216,534
Accounts Receivable	3,336	0	3,336	0
Due from Other Governments	20,647	12,403	20,647	12,403
Prepaid Items	11,221	88	11,221	88
Total Assets	\$ 170,023	\$ 326,699	\$ 267,697	\$ 229,025
<u>Liabilities</u>				
Accounts Payable	\$ 855	\$ 41,544	\$ 855	\$ 41,544
Due to Other Funds	9,455	14,384	9,455	14,384
Due to Joint Venture	159,713	270,771	257,387	173,097
Total Liabilities	\$ 170,023	\$ 326,699	\$ 267,697	\$ 229,025

(Continued)

Exhibit J-2

Roane County, Tennessee
Combining Statement of Changes in Assets and Liabilities - All Agency Funds (Cont.)

	Beginning Balance	Additions	Deductions	Ending Balance
<u>Community Development - Agency Fund</u>				
<u>Assets</u>				
Equity in Pooled Cash and Investments	\$ 440,968	\$ 130,237	\$ 122,893	\$ 448,312
Notes Receivable - Long-term	452,967	113,719	108,201	458,485
Total Assets	<u>\$ 893,935</u>	<u>\$ 243,956</u>	<u>\$ 231,094</u>	<u>\$ 906,797</u>
<u>Liabilities</u>				
Other Current Liabilities	<u>\$ 893,935</u>	<u>\$ 243,956</u>	<u>\$ 231,094</u>	<u>\$ 906,797</u>
Total Liabilities	<u>\$ 893,935</u>	<u>\$ 243,956</u>	<u>\$ 231,094</u>	<u>\$ 906,797</u>
<u>Constitutional Officers - Agency Fund</u>				
<u>Assets</u>				
Cash	\$ 1,761,564	\$ 10,334,144	\$ 10,441,874	\$ 1,653,834
Total Assets	<u>\$ 1,761,564</u>	<u>\$ 10,334,144</u>	<u>\$ 10,441,874</u>	<u>\$ 1,653,834</u>
<u>Liabilities</u>				
Due to Litigants, Heirs, and Others	<u>\$ 1,761,564</u>	<u>\$ 10,334,144</u>	<u>\$ 10,441,874</u>	<u>\$ 1,653,834</u>
Total Liabilities	<u>\$ 1,761,564</u>	<u>\$ 10,334,144</u>	<u>\$ 10,441,874</u>	<u>\$ 1,653,834</u>
<u>District Attorney General</u>				
<u>Assets</u>				
Equity in Pooled Cash and Investments	\$ 31,055	\$ 15,614	\$ 14,567	\$ 32,102
Due from Other Governments	0	328	0	328
Accounts Receivable	693	0	693	0
Total Assets	<u>\$ 31,748</u>	<u>\$ 15,942</u>	<u>\$ 15,260</u>	<u>\$ 32,430</u>
<u>Liabilities</u>				
Accounts Payable	\$ 373	\$ 632	\$ 373	\$ 632
Due to Litigants, Heirs, and Others	31,375	15,310	14,887	31,798
Total Liabilities	<u>\$ 31,748</u>	<u>\$ 15,942</u>	<u>\$ 15,260</u>	<u>\$ 32,430</u>

(Continued)

Exhibit J-2

Roane County, Tennessee
Combining Statement of Changes in Assets and Liabilities - All Agency Funds (Cont.)

	Beginning Balance	Additions	Deductions	Ending Balance
<u>Totals - All Agency Funds</u>				
<u>Assets</u>				
Cash	\$ 1,761,564	\$ 10,334,144	\$ 10,441,874	\$ 1,653,834
Equity in Pooled Cash and Investments	610,043	10,007,726	9,918,228	699,541
Accounts Receivable	4,029	1,436	4,029	1,436
Due from Other Governments	1,278,670	1,526,933	1,278,670	1,526,933
Due from Other Funds	0	4,269	0	4,269
Property Taxes Receivable	1,035,701	1,094,053	1,035,701	1,094,053
Allowance for Uncollectible Property Taxes	(36,709)	(48,347)	(36,709)	(48,347)
Prepaid Items	11,221	88	11,221	88
Notes Receivable -Long-term	452,967	113,719	108,201	458,485
Total Assets	<u>\$ 5,117,486</u>	<u>\$ 23,034,021</u>	<u>\$ 22,761,215</u>	<u>\$ 5,390,292</u>
<u>Liabilities</u>				
Accounts Payable	\$ 1,228	\$ 42,176	\$ 1,228	\$ 42,176
Due to Other Funds	9,455	14,384	9,455	14,384
Due to Other Taxing Units	2,260,216	12,113,280	11,805,290	2,568,206
Due to Litigants, Heirs, and Others	1,792,939	10,349,454	10,456,761	1,685,632
Due to Joint Venture	159,713	270,771	257,387	173,097
Other Current Liabilities	893,935	243,956	231,094	906,797
Total Liabilities	<u>\$ 5,117,486</u>	<u>\$ 23,034,021</u>	<u>\$ 22,761,215</u>	<u>\$ 5,390,292</u>

Roane County School Department

This section presents combining and individual fund financial statements for the Roane County School Department, a discretely presented component unit. The School Department uses a General Fund, four Special Revenue Funds, and a Capital Projects Fund.

General Purpose School Fund – The General Purpose School Fund is used to account for general operations of the School Department.

School Federal Projects Fund – The School Federal Projects Fund is used to account for restricted federal revenues, which must be expended on specific education programs.

Central Cafeteria Fund – The Central Cafeteria Fund is used to account for cafeteria operations in each of the schools.

School Transportation Fund – The School Transportation Fund is used to account for student transportation and school bus maintenance.

Extended School Program Fund – The Extended School Program Fund is used to account for transactions related to the Before- and After-School Program.

Education Capital Projects Fund – The Education Capital Projects Fund is used to account for building construction and renovations of the School Department.

Exhibit K-1

Roane County, Tennessee
Statement of Activities
Discretely Presented Roane County School Department
For the Year Ended June 30, 2019

Functions/Programs	Expenses	Program Revenues		Net (Expense) Revenue and Changes in Net Position
		Charges for Services	Operating Grants and Contributions	
Governmental Activities:				
Instruction	\$ 31,299,337	\$ 0	\$ 1,984,508	\$ (29,314,829)
Support Services	24,114,477	0	353,706	(23,694,293)
Operation of Non-instructional Services	4,870,037	1,070,850	3,145,648	(653,539)
Total Governmental Activities	\$ 60,283,851	\$ 1,070,850	\$ 5,483,862	\$ (53,662,661)
General Revenues:				
Taxes:				
Property Taxes Levied for General Purposes				\$ 15,737,026
Local Option Sales Taxes				8,601,211
Mixed Drink Tax				33,166
Grants and Contributions Not Restricted for Specific Programs				34,417,610
Unrestricted Investment Income				386,364
Gain on Investments				6,286
Miscellaneous				112,534
Total General Revenues				\$ 59,294,197
Change in Net Position				\$ 5,631,536
Net Position, July 1, 2018				69,655,536
Net Position, June 30, 2019				\$ 75,287,072

Exhibit K-2

Roane County, Tennessee
Balance Sheet - Governmental Funds
Discretely Presented Roane County School Department
June 30, 2019

	<u>Major Fund</u>	<u>Nonmajor</u> <u>Funds</u>	
	<u>General</u>	<u>Other</u>	
	<u>Purpose</u>	<u>Govern-</u>	<u>Total</u>
	<u>School</u>	<u>mental</u>	<u>Governmental</u>
		<u>Funds</u>	<u>Funds</u>
<u>ASSETS</u>			
Cash	\$ 83,672	\$ 8,500	\$ 92,172
Equity in Pooled Cash and Investments	7,762,448	3,448,781	11,211,229
Accounts Receivable	20,520	59,420	79,940
Due from Other Governments	1,802,021	335,509	2,137,530
Due from Other Funds	108,455	26,278	134,733
Due from Primary Government	0	60,869	60,869
Property Taxes Receivable	14,997,332	1,814,520	16,811,852
Allowance for Uncollectible Property Taxes	(662,745)	(65,551)	(728,296)
Prepaid Items	841	1,774	2,615
Restricted Assets	126,056	0	126,056
Total Assets	<u>\$ 24,238,600</u>	<u>\$ 5,690,100</u>	<u>\$ 29,928,700</u>
<u>LIABILITIES</u>			
Accounts Payable	\$ 191,909	\$ 83,220	\$ 275,129
Accrued Payroll	17,215	48,322	65,537
Payroll Deductions Payable	1,156,885	178,693	1,335,578
Due to Other Funds	19,210	115,523	134,733
Due to Primary Government	18	0	18
Other Current Liabilities	68,672	0	68,672
Total Liabilities	<u>\$ 1,453,909</u>	<u>\$ 425,758</u>	<u>\$ 1,879,667</u>
<u>DEFERRED INFLOWS OF RESOURCES</u>			
Deferred Current Property Taxes	\$ 13,963,298	\$ 1,721,327	\$ 15,684,625
Deferred Delinquent Property Taxes	312,801	23,586	336,387
Other Deferred/Unavailable Revenue	774,293	0	774,293
Total Deferred Inflows of Resources	<u>\$ 15,050,392</u>	<u>\$ 1,744,913</u>	<u>\$ 16,795,305</u>
<u>FUND BALANCES</u>			
Nonspendable:			
Prepaid Items	\$ 841	\$ 1,774	\$ 2,615
Restricted:			
Restricted for Education	3,121	1,351,039	1,354,160
Restricted for Capital Outlay	0	769,711	769,711
Restricted for Hybrid Retirement Stabilization Funds	126,056	0	126,056
Committed:			
Committed for Education	181,323	1,396,905	1,578,228
Assigned:			
Assigned for Education	630,097	0	630,097

(Continued)

Exhibit K-2

Roane County, Tennessee
Balance Sheet - Governmental Funds
Discretely Presented Roane County School Department (Cont.)

	<u>Major Fund</u>	<u>Nonmajor Funds</u>	
	General Purpose School	Other Govern- mental Funds	Total Governmental Funds
<u>FUND BALANCES (Cont.)</u>			
Unassigned	\$ 6,792,861	\$ 0	\$ 6,792,861
Total Fund Balances	<u>\$ 7,734,299</u>	<u>\$ 3,519,429</u>	<u>\$ 11,253,728</u>
Total Liabilities, Deferred Inflows of Resources, and Fund Balances	<u>\$ 24,238,600</u>	<u>\$ 5,690,100</u>	<u>\$ 29,928,700</u>

Roane County, Tennessee
Reconciliation of the Balance Sheet of Governmental Funds to
the Statement of Net Position
Discretely Presented Roane County School Department
June 30, 2019

Amounts reported for governmental activities in the statement
of net position (Exhibit A) are different because:

Total fund balances - balance sheet - governmental funds (Exhibit K-2)		\$ 11,253,728
(1) Capital assets used in governmental activities are not financial resources and therefore are not reported in the governmental funds.		
Add: land	\$ 1,338,172	
Add: construction in progress	297,298	
Add: building and improvements net of accumulated depreciation	59,667,251	
Add: other capital assets net of accumulated depreciation	<u>2,868,288</u>	64,171,009
(2) Long-term liabilities are not due and payable in the current-period and therefore are not reported in the governmental funds.		
Less: OPEB liability	\$ (8,423,182)	
Less: compensated absences payable	<u>(147,215)</u>	(8,570,397)
(3) Amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be amortized and recognized as components of pension expense in future years.		
Add: deferred outflows of resources related to pensions	\$ 5,271,067	
Less: deferred inflows of resources related to pensions	(4,594,173)	
Add: deferred outflows of resources related to OPEB	1,987,768	
Less: deferred inflows of resources related to OPEB	<u>(317,438)</u>	2,347,224
(4) Net pension assets are not current financial resources and therefore are not reported in the governmental funds:		
Add: net pension assets - agent plan (legacy)	\$ 2,282,719	
Add: net pension assets - agent plan (hybrid)	56,192	
Add: net pension assets - teacher legacy plan	2,451,521	
Add: net pension assets - teacher retirement plan	<u>184,396</u>	4,974,828
(5) Other long-term assets are not available to pay for current-period expenditures and therefore are deferred in the governmental funds.		<u>1,110,680</u>
Net position of governmental activities (Exhibit A)		<u>\$ 75,287,072</u>

Exhibit K-4

Roane County, Tennessee
Statement of Revenues, Expenditures,
and Changes in Fund Balances -
Governmental Funds
Discretely Presented Roane County School Department
For the Year Ended June 30, 2019

	<u>Major Fund</u>	<u>Nonmajor</u> <u>Funds</u>	
	General	Other	Total
	Purpose	Govern- mental	Governmental
	School	Funds	Funds
<u>Revenues</u>			
Local Taxes	\$ 21,479,996	\$ 2,749,982	\$ 24,229,978
Licenses and Permits	2,855	0	2,855
Charges for Current Services	57,540	1,010,823	1,068,363
Other Local Revenues	387,488	77,189	464,677
State of Tennessee	33,328,900	341,779	33,670,679
Federal Government	93,164	7,014,297	7,107,461
Other Governments and Citizens Groups	0	58,522	58,522
Total Revenues	<u>\$ 55,349,943</u>	<u>\$ 11,252,592</u>	<u>\$ 66,602,535</u>
<u>Expenditures</u>			
Current:			
Instruction	\$ 33,740,852	\$ 2,485,327	\$ 36,226,179
Support Services	18,363,724	3,487,036	21,850,760
Operation of Non-Instructional Services	948,500	4,021,984	4,970,484
Capital Outlay	41,343	0	41,343
Debt Service:			
Other Debt Service	98,316	0	98,316
Capital Projects	0	1,166,035	1,166,035
Total Expenditures	<u>\$ 53,192,735</u>	<u>\$ 11,160,382</u>	<u>\$ 64,353,117</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>\$ 2,157,208</u>	<u>\$ 92,210</u>	<u>\$ 2,249,418</u>
<u>Other Financing Sources (Uses)</u>			
Proceeds from Sale of Capital Assets	\$ 0	\$ 25,200	\$ 25,200
Insurance Recovery	750	25,000	25,750
Transfers In	107,872	0	107,872
Transfers Out	0	(107,872)	(107,872)
Total Other Financing Sources (Uses)	<u>\$ 108,622</u>	<u>\$ (57,672)</u>	<u>\$ 50,950</u>
Net Change in Fund Balances	\$ 2,265,830	\$ 34,538	\$ 2,300,368
Fund Balance, July 1, 2018	5,468,469	3,484,891	8,953,360
Fund Balance, June 30, 2019	<u>\$ 7,734,299</u>	<u>\$ 3,519,429</u>	<u>\$ 11,253,728</u>

Roane County, Tennessee
Reconciliation of the Statement of Revenues, Expenditures, and
Changes in Fund Balances of Governmental Funds to the
Statement of Activities
Discretely Presented Roane County School Department
For the Year Ended June 30, 2019

Amounts reported for governmental activities in the statement of activities (Exhibit B) are different because:

Net change in fund balances - total governmental funds (Exhibit K-4)		\$	2,300,368
(1) Governmental funds report capital outlays as expenditures. However, in the statement of activities, the cost of these assets is allocated over their useful lives and reported as depreciation expense.			
Add: capital assets purchased in the current period	\$	668,815	
Less: current-year depreciation expense		<u>(2,990,106)</u>	(2,321,291)
(2) Revenues in the statement of activities that do not provide current financial resources are not reported as revenues in the funds.			
Add: deferred delinquent property taxes and other deferred June 30, 2019	\$	1,110,680	
Less: deferred delinquent property taxes and other deferred June 30, 2018		<u>(969,255)</u>	141,425
(3) Some expenses reported in the statement of activities do not require the use of current financial resources and therefore are not reported as expenditures in the governmental funds.			
Change in net OPEB liability	\$	286,005	
Change in compensated absences		32,948	
Change in net pension asset/liability		3,024,006	
Change in deferred outflows related to pensions		(72,141)	
Change in deferred inflows related to pensions		762,242	
Change in deferred outflows related to OPEB		1,452,615	
Change in deferred inflows related to OPEB		<u>25,359</u>	<u>5,511,034</u>
Change in net position of governmental activities (Exhibit B)			<u>\$ 5,631,536</u>

Exhibit K-6

Roane County, Tennessee
Combining Balance Sheet - Nonmajor Governmental Funds
Discretely Presented Roane County School Department
June 30, 2019

	Special Revenue Funds				
	School Federal Projects	Central Cafeteria	School Transpor - tation	Extended School Program	Total
<u>ASSETS</u>					
Cash	\$ 0	\$ 6,000	\$ 0	\$ 2,500	\$ 8,500
Equity in Pooled Cash and Investments	443,980	1,408,170	814,903	70,916	2,737,969
Accounts Receivable	0	681	6,671	29,168	36,520
Due from Other Governments	289,456	0	0	1,253	290,709
Due from Other Funds	19,210	0	7,068	0	26,278
Due from Primary Government	0	0	2,347	0	2,347
Property Taxes Receivable	0	0	0	0	0
Allowance for Uncollectible Property Taxes	0	0	0	0	0
Prepaid Items	1,774	0	0	0	1,774
Total Assets	<u>\$ 754,420</u>	<u>\$ 1,414,851</u>	<u>\$ 830,989</u>	<u>\$ 103,837</u>	<u>\$ 3,104,097</u>
<u>LIABILITIES</u>					
Accounts Payable	\$ 6,864	\$ 7,137	\$ 4,872	\$ 36	\$ 18,909
Accrued Payroll	24,196	0	9,782	14,344	48,322
Payroll Deductions Payable	114,905	56,675	4,646	2,467	178,693
Due to Other Funds	108,455	0	0	0	108,455
Total Liabilities	<u>\$ 254,420</u>	<u>\$ 63,812</u>	<u>\$ 19,300</u>	<u>\$ 16,847</u>	<u>\$ 354,379</u>
<u>DEFERRED INFLOWS OF RESOURCES</u>					
Deferred Current Property Taxes	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
Deferred Delinquent Property Taxes	0	0	0	0	0
Total Deferred Inflows of Resources	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>

(Continued)

Exhibit K-6

Roane County, Tennessee
Combining Balance Sheet - Nonmajor Governmental Funds
Discretely Presented Roane County School Department (Cont.)

	Special Revenue Funds				
	School Federal Projects	Central Cafeteria	School Transpor - tation	Extended School Program	Total
<u>FUND BALANCES</u>					
Nonspendable:					
Prepaid Items	\$ 1,774	\$ 0	\$ 0	\$ 0	\$ 1,774
Restricted:					
Restricted for Education	0	1,351,039	0	0	1,351,039
Restricted for Capital Outlay	0	0	0	0	0
Committed:					
Committed for Education	498,226	0	811,689	86,990	1,396,905
Total Fund Balances	<u>\$ 500,000</u>	<u>\$ 1,351,039</u>	<u>\$ 811,689</u>	<u>\$ 86,990</u>	<u>\$ 2,749,718</u>
Total Liabilities, Deferred Inflows of Resources, and Fund Balances	<u>\$ 754,420</u>	<u>\$ 1,414,851</u>	<u>\$ 830,989</u>	<u>\$ 103,837</u>	<u>\$ 3,104,097</u>

(Continued)

Exhibit K-6

Roane County, Tennessee
Combining Balance Sheet - Nonmajor Governmental Funds
Discretely Presented Roane County School Department (Cont.)

<u>ASSETS</u>	<u>Capital Projects Fund</u>	<u>Total Nonmajor Governmental Funds</u>
Cash	\$ 0	\$ 8,500
Equity in Pooled Cash and Investments	710,812	3,448,781
Accounts Receivable	22,900	59,420
Due from Other Governments	44,800	335,509
Due from Other Funds	0	26,278
Due from Primary Government	58,522	60,869
Property Taxes Receivable	1,814,520	1,814,520
Allowance for Uncollectible Property Taxes	(65,551)	(65,551)
Prepaid Items	0	1,774
Total Assets	<u>\$ 2,586,003</u>	<u>\$ 5,690,100</u>
 <u>LIABILITIES</u> 		
Accounts Payable	\$ 64,311	\$ 83,220
Accrued Payroll	0	48,322
Payroll Deductions Payable	0	178,693
Due to Other Funds	7,068	115,523
Total Liabilities	<u>\$ 71,379</u>	<u>\$ 425,758</u>
 <u>DEFERRED INFLOWS OF RESOURCES</u> 		
Deferred Current Property Taxes	\$ 1,721,327	\$ 1,721,327
Deferred Delinquent Property Taxes	23,586	23,586
Total Deferred Inflows of Resources	<u>\$ 1,744,913</u>	<u>\$ 1,744,913</u>

(Continued)

Roane County, Tennessee
Combining Balance Sheet - Nonmajor Governmental Funds
Discretely Presented Roane County School Department (Cont.)

FUND BALANCES

Nonspendable:

Prepaid Items

Restricted:

Restricted for Education

Restricted for Capital Outlay

Committed:

Committed for Education

Total Fund Balances

Total Liabilities, Deferred Inflows of Resources, and Fund Balances

<u>Capital Projects Fund</u>	<u>Total Nonmajor Governmental Funds</u>
\$ 0	\$ 1,774
0	1,351,039
769,711	769,711
0	1,396,905
<u>\$ 769,711</u>	<u>\$ 3,519,429</u>
<u>\$ 2,586,003</u>	<u>\$ 5,690,100</u>

Exhibit K-7

Roane County, Tennessee
Combining Statement of Revenues, Expenditures,
and Changes in Fund Balances -
Nonmajor Governmental Funds
Discretely Presented Roane County School Department
For the Year Ended June 30, 2019

	Special Revenue Funds				
	School Federal Projects	Central Cafeteria	School Transpor - tation	Extended School Program	Total
<u>Revenues</u>					
Local Taxes	\$ 0	\$ 0	\$ 1,750,000	\$ 0	\$ 1,750,000
Charges for Current Services	0	707,601	91,594	211,628	1,010,823
Other Local Revenues	0	32,600	44,584	5	77,189
State of Tennessee	0	32,810	250,000	14,169	296,979
Federal Government	3,915,628	3,070,954	0	27,715	7,014,297
Other Governments and Citizens Groups	0	0	0	0	0
Total Revenues	<u>\$ 3,915,628</u>	<u>\$ 3,843,965</u>	<u>\$ 2,136,178</u>	<u>\$ 253,517</u>	<u>\$ 10,149,288</u>
<u>Expenditures</u>					
Current:					
Instruction	\$ 2,485,327	\$ 0	\$ 0	\$ 0	\$ 2,485,327
Support Services	1,322,245	0	2,164,791	0	3,487,036
Operation of Non-Instructional Services	184	3,811,713	0	210,087	4,021,984
Capital Projects	0	0	0	0	0
Total Expenditures	<u>\$ 3,807,756</u>	<u>\$ 3,811,713</u>	<u>\$ 2,164,791</u>	<u>\$ 210,087</u>	<u>\$ 9,994,347</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>\$ 107,872</u>	<u>\$ 32,252</u>	<u>\$ (28,613)</u>	<u>\$ 43,430</u>	<u>\$ 154,941</u>
<u>Other Financing Sources (Uses)</u>					
Proceeds from Sale of Capital Assets	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
Insurance Recovery	0	0	0	0	0
Transfers Out	(107,872)	0	0	0	(107,872)
Total Other Financing Sources (Uses)	<u>\$ (107,872)</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ (107,872)</u>

(Continued)

Exhibit K-7

Roane County, Tennessee
Combining Statement of Revenues, Expenditures,
and Changes in Fund Balances -
Nonmajor Governmental Funds
Discretely Presented Roane County School Department (Cont.)

	Special Revenue Funds				
	School Federal Projects	Central Cafeteria	School Transpor - tation	Extended School Program	Total
Net Change in Fund Balances	\$ 0	\$ 32,252	\$ (28,613)	\$ 43,430	\$ 47,069
Fund Balance, July 1, 2018	500,000	1,318,787	840,302	43,560	2,702,649
Fund Balance, June 30, 2019	<u>\$ 500,000</u>	<u>\$ 1,351,039</u>	<u>\$ 811,689</u>	<u>\$ 86,990</u>	<u>\$ 2,749,718</u>

(Continued)

Exhibit K-7

Roane County, Tennessee
Combining Statement of Revenues, Expenditures,
and Changes in Fund Balances -
Nonmajor Governmental Funds
Discretely Presented Roane County School Department (Cont.)

	<u>Capital</u> <u>Projects Fund</u>	Total Nonmajor Governmental Funds
	Education Capital Projects	
<u>Revenues</u>		
Local Taxes	\$ 999,982	\$ 2,749,982
Charges for Current Services	0	1,010,823
Other Local Revenues	0	77,189
State of Tennessee	44,800	341,779
Federal Government	0	7,014,297
Other Governments and Citizens Groups	58,522	58,522
Total Revenues	<u>\$ 1,103,304</u>	<u>\$ 11,252,592</u>
<u>Expenditures</u>		
Current:		
Instruction	\$ 0	\$ 2,485,327
Support Services	0	3,487,036
Operation of Non-Instructional Services	0	4,021,984
Capital Projects	1,166,035	1,166,035
Total Expenditures	<u>\$ 1,166,035</u>	<u>\$ 11,160,382</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>\$ (62,731)</u>	<u>\$ 92,210</u>
<u>Other Financing Sources (Uses)</u>		
Proceeds from Sale of Capital Assets	\$ 25,200	\$ 25,200
Insurance Recovery	25,000	25,000
Transfers Out	0	(107,872)
Total Other Financing Sources (Uses)	<u>\$ 50,200</u>	<u>\$ (57,672)</u>

(Continued)

Exhibit K-7

Roane County, Tennessee
Combining Statement of Revenues, Expenditures,
and Changes in Fund Balances -
Nonmajor Governmental Funds
Discretely Presented Roane County School Department (Cont.)

	<u>Capital Projects Fund</u>	Total Nonmajor Governmental Funds
Net Change in Fund Balances	\$ (12,531)	\$ 34,538
Fund Balance, July 1, 2018	782,242	3,484,891
Fund Balance, June 30, 2019	<u>\$ 769,711</u>	<u>\$ 3,519,429</u>

Exhibit K-8

Roane County, Tennessee
Schedule of Revenues, Expenditures, and Changes
in Fund Balance - Actual (Budgetary Basis) and Budget
Discretely Presented Roane County School Department
General Purpose School Fund
For the Year Ended June 30, 2019

	Actual (GAAP Basis)	Less: Encumbrances 7/1/2018	Add: Encumbrances 6/30/2019	Actual Revenues/ Expenditures (Budgetary Basis)	Budgeted Amounts		Variance with Final Budget - Positive (Negative)
					Original	Final	
<u>Revenues</u>							
Local Taxes	\$ 21,479,996	\$ 0	\$ 0	\$ 21,479,996	\$ 20,411,500	\$ 20,419,500	\$ 1,060,496
Licenses and Permits	2,855	0	0	2,855	2,500	2,500	355
Charges for Current Services	57,540	0	0	57,540	65,000	75,000	(17,460)
Other Local Revenues	387,488	0	0	387,488	1,661,500	1,711,500	(1,324,012)
State of Tennessee	33,328,900	0	0	33,328,900	33,095,185	33,526,012	(197,112)
Federal Government	93,164	0	0	93,164	110,000	110,000	(16,836)
Total Revenues	\$ 55,349,943	\$ 0	\$ 0	\$ 55,349,943	\$ 55,345,685	\$ 55,844,512	\$ (494,569)
<u>Expenditures</u>							
<u>Instruction</u>							
Regular Instruction Program	\$ 27,048,880	\$ (40,042)	\$ 24,544	\$ 27,033,382	\$ 28,210,422	\$ 27,965,540	\$ 932,158
Alternative Instruction Program	168,428	0	0	168,428	147,661	186,704	18,276
Special Education Program	4,700,870	0	0	4,700,870	5,028,586	5,028,586	327,716
Career and Technical Education Program	1,822,674	(46,551)	0	1,776,123	1,742,378	1,817,885	41,762
<u>Support Services</u>							
Attendance	104,085	(1,430)	0	102,655	126,792	126,792	24,137
Health Services	627,336	0	0	627,336	671,931	691,931	64,595
Other Student Support	1,871,539	0	0	1,871,539	1,946,486	1,965,053	93,514
Regular Instruction Program	1,909,580	0	0	1,909,580	1,999,336	2,063,360	153,780
Alternative Instruction Program	130,153	0	0	130,153	131,589	131,589	1,436
Special Education Program	1,066,533	0	0	1,066,533	1,155,907	1,157,407	90,874
Career and Technical Education Program	278,610	0	0	278,610	200,123	201,104	(77,506)
Technology	824,213	(20,591)	1,774	805,396	886,926	886,926	81,530
Other Programs	313,085	0	0	313,085	0	313,085	0
Board of Education	922,119	(21,100)	31,200	932,219	968,110	985,149	52,930
Director of Schools	270,525	0	0	270,525	368,197	372,197	101,672
Office of the Principal	4,444,225	0	0	4,444,225	4,559,648	4,559,648	115,423
Fiscal Services	362,654	0	0	362,654	362,685	365,185	2,531
Human Services/Personnel	20,748	0	0	20,748	25,495	25,495	4,747

(Continued)

Exhibit K-8

Roane County, Tennessee
Schedule of Revenues, Expenditures, and Changes
in Fund Balance - Actual (Budgetary Basis) and Budget
Discretely Presented Roane County School Department
General Purpose School Fund (Cont.)

	Actual (GAAP Basis)	Less: Encumbrances 7/1/2018	Add: Encumbrances 6/30/2019	Actual Revenues/ Expenditures (Budgetary Basis)	Budgeted Amounts		Variance with Final Budget - Positive (Negative)
					Original	Final	
<u>Expenditures (Cont.)</u>							
<u>Support Services (Cont.)</u>							
Operation of Plant	\$ 3,958,971	\$ (44,520)	\$ 44,520	\$ 3,958,971	\$ 4,243,825	\$ 4,245,825	\$ 286,854
Maintenance of Plant	1,060,094	(8,798)	21,323	1,072,619	1,208,090	1,379,387	306,768
Transportation	199,254	0	0	199,254	221,395	223,895	24,641
<u>Operation of Non-Instructional Services</u>							
Community Services	267,674	0	0	267,674	322,453	317,301	49,627
Early Childhood Education	680,826	0	0	680,826	699,464	720,477	39,651
<u>Capital Outlay</u>							
Regular Capital Outlay	41,343	(5,569)	5,740	41,514	60,000	60,000	18,486
<u>Principal on Debt</u>							
Education	0	0	0	0	98,316	0	0
<u>Other Debt Service</u>							
Education	98,316	0	0	98,316	0	98,316	0
Total Expenditures	\$ 53,192,735	\$ (188,601)	\$ 129,101	\$ 53,133,235	\$ 55,385,815	\$ 55,888,837	\$ 2,755,602
Excess (Deficiency) of Revenues Over Expenditures							
	\$ 2,157,208	\$ 188,601	\$ (129,101)	\$ 2,216,708	\$ (40,130)	\$ (44,325)	\$ 2,261,033
<u>Other Financing Sources (Uses)</u>							
Insurance Recovery	\$ 750	\$ 0	\$ 0	\$ 750	\$ 0	\$ 0	\$ 750
Transfers In	107,872	0	0	107,872	128,474	137,539	(29,667)
Total Other Financing Sources	\$ 108,622	\$ 0	\$ 0	\$ 108,622	\$ 128,474	\$ 137,539	\$ (28,917)
Net Change in Fund Balance							
Fund Balance, July 1, 2018	\$ 2,265,830	\$ 188,601	\$ (129,101)	\$ 2,325,330	\$ 88,344	\$ 93,214	\$ 2,232,116
	5,468,469	(188,601)	0	5,279,868	5,467,326	5,467,326	(187,458)
Fund Balance, June 30, 2019							
	\$ 7,734,299	\$ 0	\$ (129,101)	\$ 7,605,198	\$ 5,555,670	\$ 5,560,540	\$ 2,044,658

Exhibit K-9

Roane County, Tennessee
Schedule of Revenues, Expenditures, and Changes
in Fund Balance - Actual and Budget
Discretely Presented Roane County School Department
School Federal Projects Fund
For the Year Ended June 30, 2019

	Actual	Budgeted Amounts		Variance with Final Budget - Positive (Negative)
		Original	Final	
<u>Revenues</u>				
Federal Government	\$ 3,915,628	\$ 4,356,073	\$ 4,841,171	\$ (925,543)
Total Revenues	\$ 3,915,628	\$ 4,356,073	\$ 4,841,171	\$ (925,543)
<u>Expenditures</u>				
<u>Instruction</u>				
Regular Instruction Program	\$ 1,575,719	\$ 1,611,822	\$ 1,732,963	\$ 157,244
Special Education Program	774,858	773,594	902,384	127,526
Career and Technical Education Program	134,750	87,620	135,082	332
<u>Support Services</u>				
Other Student Support	40,671	41,300	46,323	5,652
Regular Instruction Program	459,794	629,091	703,919	244,125
Special Education Program	814,806	1,081,171	1,175,699	360,893
Career and Technical Education Program	4,707	3,000	4,774	67
Transportation	2,267	0	2,698	431
<u>Operation of Non-Instructional Services</u>				
Food Service	184	0	204	20
Total Expenditures	\$ 3,807,756	\$ 4,227,598	\$ 4,704,046	\$ 896,290
Excess (Deficiency) of Revenues Over Expenditures	\$ 107,872	\$ 128,475	\$ 137,125	\$ (29,253)
<u>Other Financing Sources (Uses)</u>				
Transfers Out	\$ (107,872)	\$ (128,475)	\$ (137,127)	\$ 29,255
Total Other Financing Sources	\$ (107,872)	\$ (128,475)	\$ (137,127)	\$ 29,255
Net Change in Fund Balance	\$ 0	\$ 0	\$ (2)	\$ 2
Fund Balance, July 1, 2018	500,000	500,000	500,000	0
Fund Balance, June 30, 2019	\$ 500,000	\$ 500,000	\$ 499,998	\$ 2

Exhibit K-10

Roane County, Tennessee
 Schedule of Revenues, Expenditures, and Changes
 in Fund Balance - Actual (Budgetary Basis) and Budget
 Discretely Presented Roane County School Department
 Central Cafeteria Fund
 For the Year Ended June 30, 2019

	Actual (GAAP Basis)	Less: Encumbrances 7/1/2018	Add: Encumbrances 6/30/2019	Actual Revenues/ Expenditures (Budgetary Basis)	Budgeted Amounts		Variance with Final Budget - Positive (Negative)
					Original	Final	
<u>Revenues</u>							
Charges for Current Services	\$ 707,601	\$ 0	\$ 0	\$ 707,601	\$ 762,000	\$ 727,500	\$ (19,899)
Other Local Revenues	32,600	0	0	32,600	21,000	25,500	7,100
State of Tennessee	32,810	0	0	32,810	32,490	32,490	320
Federal Government	3,070,954	0	0	3,070,954	3,057,000	3,087,000	(16,046)
Total Revenues	<u>\$ 3,843,965</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 3,843,965</u>	<u>\$ 3,872,490</u>	<u>\$ 3,872,490</u>	<u>\$ (28,525)</u>
<u>Expenditures</u>							
<u>Operation of Non-Instructional Services</u>							
Food Service	\$ 3,811,713	\$ (76,565)	\$ 22,593	\$ 3,757,741	\$ 3,972,490	\$ 4,115,090	\$ 357,349
Total Expenditures	<u>\$ 3,811,713</u>	<u>\$ (76,565)</u>	<u>\$ 22,593</u>	<u>\$ 3,757,741</u>	<u>\$ 3,972,490</u>	<u>\$ 4,115,090</u>	<u>\$ 357,349</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>\$ 32,252</u>	<u>\$ 76,565</u>	<u>\$ (22,593)</u>	<u>\$ 86,224</u>	<u>\$ (100,000)</u>	<u>\$ (242,600)</u>	<u>\$ 328,824</u>
Net Change in Fund Balance	\$ 32,252	\$ 76,565	\$ (22,593)	\$ 86,224	\$ (100,000)	\$ (242,600)	\$ 328,824
Fund Balance, July 1, 2018	<u>1,318,787</u>	<u>(76,565)</u>	<u>0</u>	<u>1,242,222</u>	<u>1,251,519</u>	<u>1,251,519</u>	<u>(9,297)</u>
Fund Balance, June 30, 2019	<u>\$ 1,351,039</u>	<u>\$ 0</u>	<u>\$ (22,593)</u>	<u>\$ 1,328,446</u>	<u>\$ 1,151,519</u>	<u>\$ 1,008,919</u>	<u>\$ 319,527</u>

Exhibit K-11

Roane County, Tennessee
 Schedule of Revenues, Expenditures, and Changes
 in Fund Balance - Actual (Budgetary Basis) and Budget
 Discretely Presented Roane County School Department
 School Transportation Fund
 For the Year Ended June 30, 2019

	Actual (GAAP Basis)	Less: Encumbrances 7/1/2018	Actual Revenues/ Expenditures (Budgetary Basis)	Budgeted Amounts		Variance with Final Budget - Positive (Negative)
				Original	Final	
<u>Revenues</u>						
Local Taxes	\$ 1,750,000	\$ 0	\$ 1,750,000	\$ 1,750,000	\$ 1,750,000	\$ 0
Charges for Current Services	91,594	0	91,594	80,000	80,000	11,594
Other Local Revenues	44,584	0	44,584	27,000	34,000	10,584
State of Tennessee	250,000	0	250,000	250,000	250,000	0
Total Revenues	<u>\$ 2,136,178</u>	<u>\$ 0</u>	<u>\$ 2,136,178</u>	<u>\$ 2,107,000</u>	<u>\$ 2,114,000</u>	<u>\$ 22,178</u>
<u>Expenditures</u>						
<u>Support Services</u>						
Transportation	\$ 2,164,791	\$ (3,849)	\$ 2,160,942	\$ 2,307,000	\$ 2,314,000	\$ 153,058
Total Expenditures	<u>\$ 2,164,791</u>	<u>\$ (3,849)</u>	<u>\$ 2,160,942</u>	<u>\$ 2,307,000</u>	<u>\$ 2,314,000</u>	<u>\$ 153,058</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>\$ (28,613)</u>	<u>\$ 3,849</u>	<u>\$ (24,764)</u>	<u>\$ (200,000)</u>	<u>\$ (200,000)</u>	<u>\$ 175,236</u>
Net Change in Fund Balance	\$ (28,613)	\$ 3,849	\$ (24,764)	\$ (200,000)	\$ (200,000)	\$ 175,236
Fund Balance, July 1, 2018	840,302	(3,849)	836,453	840,302	840,302	(3,849)
Fund Balance, June 30, 2019	<u>\$ 811,689</u>	<u>\$ 0</u>	<u>\$ 811,689</u>	<u>\$ 640,302</u>	<u>\$ 640,302</u>	<u>\$ 171,387</u>

Exhibit K-12

Roane County, Tennessee
Schedule of Revenues, Expenditures, and Changes
in Fund Balance - Actual (Budgetary Basis) and Budget
Discretely Presented Roane County School Department
Extended School Program Fund
For the Year Ended June 30, 2019

	Actual (GAAP Basis)	Less: Encumbrances 7/1/2018	Actual Revenues/ Expenditures (Budgetary Basis)	Budgeted Amounts		Variance with Final Budget - Positive (Negative)
				Original	Final	
<u>Revenues</u>						
Charges for Current Services	\$ 211,628	\$ 0	\$ 211,628	\$ 212,500	\$ 200,000	\$ 11,628
Other Local Revenues	5	0	5	0	0	5
State of Tennessee	14,169	0	14,169	41,000	11,000	3,169
Federal Government	27,715	0	27,715	0	30,000	(2,285)
Total Revenues	\$ 253,517	\$ 0	\$ 253,517	\$ 253,500	\$ 241,000	\$ 12,517
<u>Expenditures</u>						
<u>Operation of Non-Instructional Services</u>						
Community Services	\$ 210,087	\$ (4,550)	\$ 205,537	\$ 253,500	\$ 241,000	\$ 35,463
Total Expenditures	\$ 210,087	\$ (4,550)	\$ 205,537	\$ 253,500	\$ 241,000	\$ 35,463
Excess (Deficiency) of Revenues Over Expenditures	\$ 43,430	\$ 4,550	\$ 47,980	\$ 0	\$ 0	\$ 47,980
Net Change in Fund Balance	\$ 43,430	\$ 4,550	\$ 47,980	\$ 0	\$ 0	\$ 47,980
Fund Balance, July 1, 2018	43,560	(4,550)	39,010	43,560	43,560	(4,550)
Fund Balance, June 30, 2019	\$ 86,990	\$ 0	\$ 86,990	\$ 43,560	\$ 43,560	\$ 43,430

Exhibit K-13

Roane County, Tennessee
Schedule of Revenues, Expenditures, and Changes
in Fund Balance - Actual (Budgetary Basis) and Budget
Discretely Presented Roane County School Department
Education Capital Projects Fund
For the Year Ended June 30, 2019

	Actual (GAAP Basis)	Less: Encumbrances 7/1/2018	Actual Revenues/ Expenditures (Budgetary Basis)	Budgeted Amounts		Variance with Final Budget - Positive (Negative)
				Original	Final	
<u>Revenues</u>						
Local Taxes	\$ 999,982	\$ 0	\$ 999,982	\$ 1,008,100	\$ 1,008,100	\$ (8,118)
State of Tennessee	44,800	0	44,800	0	44,800	0
Other Governments and Citizens Groups	58,522	0	58,522	0	6,615,883	(6,557,361)
Total Revenues	\$ 1,103,304	\$ 0	\$ 1,103,304	\$ 1,008,100	\$ 7,668,783	\$ (6,565,479)
<u>Expenditures</u>						
<u>Capital Projects</u>						
Education Capital Projects	\$ 1,166,035	\$ (74,630)	\$ 1,091,405	\$ 1,533,055	\$ 8,420,692	\$ 7,329,287
Total Expenditures	\$ 1,166,035	\$ (74,630)	\$ 1,091,405	\$ 1,533,055	\$ 8,420,692	\$ 7,329,287
Excess (Deficiency) of Revenues Over Expenditures	\$ (62,731)	\$ 74,630	\$ 11,899	\$ (524,955)	\$ (751,909)	\$ 763,808
<u>Other Financing Sources (Uses)</u>						
Proceeds from Sale of Capital Assets	\$ 25,200	\$ 0	\$ 25,200	\$ 0	\$ 0	\$ 25,200
Insurance Recovery	25,000	0	25,000	0	0	25,000
Total Other Financing Sources	\$ 50,200	\$ 0	\$ 50,200	\$ 0	\$ 0	\$ 50,200
Net Change in Fund Balance	\$ (12,531)	\$ 74,630	\$ 62,099	\$ (524,955)	\$ (751,909)	\$ 814,008
Fund Balance, July 1, 2018	782,242	(74,630)	707,612	782,242	782,242	(74,630)
Fund Balance, June 30, 2019	\$ 769,711	\$ 0	\$ 769,711	\$ 257,287	\$ 30,333	\$ 739,378

MISCELLANEOUS SCHEDULES

Exhibit L-1

Roane County, Tennessee
Schedule of Changes in Long-term Bonds and Other Loans
For the Year Ended June 30, 2019

Description of Indebtedness	Original Amount of Issue	Interest Rate	Date of Issue	Last Maturity Date	Outstanding 7-1-18	Issued During Period	Paid and/or Matured During Period	Outstanding 6-30-19
<u>GOVERNMENTAL ACTIVITIES</u>								
<u>BONDS PAYABLE</u>								
<u>Payable through General Debt Service Fund</u>								
General Obligation Refunding Bonds, Series 2017A	\$ 9,770,000	2 to 2.50 %	5-19-17	5-1-29	\$ 9,570,000	\$ 0	\$ 195,000	\$ 9,375,000
General Obligation Refunding Bonds, Series 2017B	1,470,000	2 to 2.50	5-19-17	5-1-24	1,270,000	0	195,000	1,075,000
General Obligation Refunding Bonds, Series 2018	8,805,000	5	3-29-18	6-1-24	8,805,000	0	1,740,000	7,065,000
General Obligation Bonds, Series 2019	7,100,000	3 to 5	5-10-19	5-1-49	0	7,100,000	0	7,100,000
Total Payable through General Debt Service Fund					<u>\$ 19,645,000</u>	<u>\$ 7,100,000</u>	<u>\$ 2,130,000</u>	<u>\$ 24,615,000</u>
<u>Payable through Rural Debt Service Fund</u>								
Rural School Refunding, Series 2017C	6,450,000	1.67	9-8-17	5-1-22	\$ 6,450,000	\$ 0	\$ 1,497,000	\$ 4,953,000
Total Payable through Rural Debt Service Fund					<u>\$ 6,450,000</u>	<u>\$ 0</u>	<u>\$ 1,497,000</u>	<u>\$ 4,953,000</u>
<u>Payable through Education Debt Service Fund</u>								
Rural School Refunding, Series 2008C	1,600,000	3 to 5	6-30-08	6-2-20	\$ 280,000	\$ 0	\$ 140,000	\$ 140,000
Rural School Bonds, Series 2009B	1,325,000	2 to 3.5	4-22-09	6-30-20	285,000	0	140,000	145,000
Total Payable through Education Debt Service Fund					<u>\$ 565,000</u>	<u>\$ 0</u>	<u>\$ 280,000</u>	<u>\$ 285,000</u>
Total Bonds Payable					<u>\$ 26,660,000</u>	<u>\$ 7,100,000</u>	<u>\$ 3,907,000</u>	<u>\$ 29,853,000</u>

(Continued)

Exhibit L-1

Roane County, Tennessee
Schedule of Changes in Long-term Bonds and Other Loans (Cont.)

Description of Indebtedness	Original Amount of Issue	Interest Rate	Date of Issue	Last Maturity Date	Outstanding 7-1-18	Issued During Period	Paid and/or Matured During Period	Outstanding 6-30-19
<u>GOVERNMENTAL ACTIVITIES (Cont.)</u>								
<u>OTHER LOANS PAYABLE</u>								
<u>Payable through General Debt Service Fund</u>								
Public Improvement - Blount Co. PBA - B-20-A	\$ 750,000	4.25 to 5 %	6-15-10	6-1-27	\$ 750,000	\$ 0	\$ 0	\$ 750,000
Energy Efficient Incentive School Loan	558,217	0	2-1-12	1-1-22	213,963	0	59,724	154,239
Energy Efficient Incentive School Loan	385,910	0	4-1-13	3-1-23	183,302	0	38,592	144,710
Public Improvement - City of Clarksville PBA - Series 2019	(1)	Variable	6-13-19	6-13-24	0	2,060,000	0	2,060,000
Total Other Loans Payable					<u>\$ 1,147,265</u>	<u>\$ 2,060,000</u>	<u>\$ 98,316</u>	<u>\$ 3,108,949</u>
<u>BUSINESS-TYPE ACTIVITIES</u>								
<u>BONDS PAYABLE</u>								
Water and Sewer Revenue and Tax, Series 2000	620,000	4.75	6-20-02	4-20-40	\$ 479,163	\$ 0	\$ 12,853	\$ 466,310
Total Bonds Payable					<u>\$ 479,163</u>	<u>\$ 0</u>	<u>\$ 12,853</u>	<u>\$ 466,310</u>
<u>OTHER LOANS PAYABLE</u>								
State Revolving Loan Fund	4,387,595	1.77	6-24-11	12-1-35	\$ 3,916,131	\$ 0	\$ 192,624	\$ 3,723,507
Total Other Loans Payable					<u>\$ 3,916,131</u>	<u>\$ 0</u>	<u>\$ 192,624</u>	<u>\$ 3,723,507</u>

(1) Total amount approved was \$10,000,000 of which \$7,940,000 remains available for draws as of June 30, 2019.

Exhibit L-2

Roane County, Tennessee
Schedule of Long-term Debt Requirements by Year

GOVERNMENTAL ACTIVITIES:

Year Ending June 30	Bonds		
	Principal	Interest	Total
2020	\$ 4,262,000	\$ 911,589	\$ 5,173,589
2021	3,775,000	773,941	4,548,941
2022	3,891,000	655,635	4,546,635
2023	2,220,000	527,165	2,747,165
2024	2,275,000	450,275	2,725,275
2025	1,570,000	370,650	1,940,650
2026	1,680,000	334,150	2,014,150
2027	1,690,000	291,400	1,981,400
2028	1,400,000	248,150	1,648,150
2029	1,405,000	212,150	1,617,150
2030	210,000	176,000	386,000
2031	215,000	169,700	384,700
2032	225,000	163,250	388,250
2033	230,000	156,500	386,500
2034	240,000	149,600	389,600
2035	245,000	142,400	387,400
2036	250,000	135,050	385,050
2037	260,000	127,550	387,550
2038	265,000	119,750	384,750
2039	275,000	111,800	386,800
2040	285,000	103,550	388,550
2041	295,000	94,644	389,644
2042	300,000	85,425	385,425
2043	310,000	76,050	386,050
2044	320,000	66,363	386,363
2045	330,000	56,363	386,363
2046	340,000	46,050	386,050
2047	350,000	35,425	385,425
2048	365,000	24,050	389,050
2049	375,000	12,188	387,188
Total	\$ 29,853,000	\$ 6,826,811	\$ 36,679,811

Year Ending June 30	Other Loans			
	Principal	Interest	Other Fees	Total
2020	\$ 1,598,316	\$ 310,438	\$ 15,000	\$ 1,923,754
2021	658,316	269,187	12,750	940,253
2022	73,383	35,438	0	108,821
2023	28,934	35,437	0	64,371
2024	0	35,438	0	35,438
2025	225,000	35,437	0	260,437
2026	250,000	24,188	0	274,188
2027	275,000	11,688	0	286,688
Total	\$ 3,108,949	\$ 757,251	\$ 27,750	\$ 3,893,950

(Continued)

Exhibit L-2

Roane County, Tennessee
Schedule of Long-term Debt Requirements by Year (cont.)

BUSINESS-TYPE ACTIVITIES:

Year Ending June 30	Bonds		
	Principal	Interest	Total
2020	\$ 13,477	\$ 21,863	\$ 35,340
2021	14,131	21,209	35,340
2022	14,817	20,523	35,340
2023	15,537	19,803	35,340
2024	16,291	19,049	35,340
2025	17,082	18,258	35,340
2026	17,911	17,429	35,340
2027	18,781	16,559	35,340
2028	19,692	15,648	35,340
2029	20,648	14,692	35,340
2030	21,651	13,689	35,340
2031	22,702	12,638	35,340
2032	23,804	11,536	35,340
2033	24,960	10,380	35,340
2034	26,171	9,169	35,340
2035	27,442	7,898	35,340
2036	28,774	6,566	35,340
2037	30,171	5,169	35,340
2038	31,636	3,704	35,340
2039	33,172	2,169	35,341
2040	27,460	580	28,040
Total	\$ 466,310	\$ 268,531	\$ 734,841

Year Ending June 30	Other Loans			
	Principal	Interest	Other Fees	Total
2020	\$ 196,068	\$ 64,320	\$ 2,904	\$ 263,292
2021	199,572	60,816	2,748	263,136
2022	203,124	57,264	2,592	262,980
2023	206,748	53,640	2,424	262,812
2024	210,444	49,944	2,256	262,644
2025	214,200	46,188	2,088	262,476
2026	218,016	42,372	1,920	262,308
2027	221,904	38,484	1,740	262,128
2028	225,864	34,524	1,560	261,948
2029	229,896	30,492	1,380	261,768
2030	234,000	26,388	1,188	261,576
2031	238,176	22,212	1,008	261,396
2032	242,424	17,964	816	261,204
2033	246,756	13,632	612	261,000
2034	251,160	9,228	420	260,808
2035	255,636	4,752	216	260,604
2036	129,519	672	31	130,222
Total	\$ 3,723,507	\$ 572,892	\$ 25,903	\$ 4,322,302

Exhibit L-3

Roane County, Tennessee
Schedule of Notes Receivable
For the Year Ended June 30, 2019

Description	Debtor	Original Amount of Note	Date of Issue	Date of Maturity	Interest Rate	Balance 6-30-19
<u>Community Development - Agency Fund</u>						
Industrial Loan (Revolving)	Ideal Plumbing	\$ 100,000	1/29/04	3/1/14	(1) 3.00 %	\$ 16,245
Industrial Loan (Revolving)	Mary Gail's Place	25,000	9/30/04	9/30/11	(1) 4.00	13,186
Industrial Loan (Revolving)	Market Street	100,000	3/16/10	10/16/19	4.00	4,329
Industrial Loan (Revolving)	Amazing Brakes (ABCC)	60,000	2/5/11	4/5/21	4.00	12,433
Industrial Loan (Revolving)	Lawn Wizard	25,000	3/25/11	3/25/16	(1) 4.00	17,897
Industrial Loan (Revolving)	Understanding The Way	60,000	9/30/10	8/30/50	4.00	28,821
Industrial Loan (Revolving)	Kari Openshaw Interiors	75,000	5/4/12	5/4/17	(1) 4.00	20,064
Industrial Loan (Revolving)	Mountains to Lakes Real Estate	100,000	7/1/12	7/1/23	4.00	51,337
Industrial Loan (Revolving)	Simply Sweets	56,777	5/5/17	3/5/31	4.00	49,860
Industrial Loan (Revolving)	Rockwood Revitalization	75,000	9/1/17	9/1/32	4.00	68,055
Industrial Loan (Revolving)	All Teased Up	100,000	7/13/18	6/13/38	4.00	98,034
Industrial Loan (Revolving)	Cliff's Barber Shop	78,760	5/17/19	5/17/29	4.00	78,225
Total Notes Receivable						<u>\$ 458,485</u>

(1) Payments for these loans were delinquent as of 6-30-19.

Exhibit L-4

Roane County, Tennessee
Schedule of Transfers
Primary Government and Discretely Presented Roane County School Department
For the Year Ended June 30, 2019

<u>From Fund</u>	<u>To Fund</u>	<u>Purpose</u>	<u>Amount</u>
<u>PRIMARY GOVERNMENT</u>			
General	General Capital Projects	Capital Projects	\$ 460,000
"	General Debt Service	Payment of Debt	500,000
Other Special Revenue	General Capital Projects	Capital Projects	100,000
Highway/Public Works	General Debt Service	Payment of Debt	170,000
"	Highway Capital Projects	Capital Projects	<u>1,300,000</u>
Total Transfers Primary Government			<u>\$ 2,530,000</u>
<u>DISCRETELY PRESENTED ROANE COUNTY SCHOOL DEPARTMENT</u>			
School Federal Projects	General Purpose School	Indirect costs	<u>\$ 107,872</u>
Total Transfers Discretely Presented Roane County School Department			<u>\$ 107,872</u>

Roane County, Tennessee
Schedule of Salaries and Official Bonds of Principal Officials
Primary Government and Discretely Presented Roane County School Department
For the Year Ended June 30, 2019

Official	Authorization of Salary	Salary Paid During Period	Bond	Surety
County Executive	Section 8-24-102, <i>TCA</i> , and County Commission	\$ 116,571 (1)	\$ 100,000	Auto-Owners Insurance Company
Road Superintendent	Section 8-24-102, <i>TCA</i>	94,122 (2)	100,000	The Ohio Casualty Insurance Company
Director of Schools: Leah Watkins (7/1/18 through 7/5/18)	State Board of Education and Roane County Board of Education	12,308 (3)	100,000	Auto-Owners Insurance Company
Gary Aytes (Interim Director 7/6/18 through 6/30/19)	State Board of Education and Roane County Board of Education	84,077 (4)	100,000	Auto-Owners Insurance Company
Trustee: Wilma Eblen (7/1/18 through 8/31/18)	Section 8-24-102, <i>TCA</i>	14,261 (5)	2,101,400	"
Chris Mason (9/1/18 through 6/30/19)	Section 8-24-102, <i>TCA</i>	71,305	2,192,870	"
Assessor of Property	Section 8-24-102, <i>TCA</i>	85,566	50,000	"
Director of Accounts and Budgets	County Commission	89,561 (6)	100,000	"
County Clerk: Barbara Anthony (7/1/18 through 8/31/18)	Section 8-24-102, <i>TCA</i>	14,261	100,000	"
Beth Johnson (9/1/18 through 6/30/19)	Section 8-24-102, <i>TCA</i>	71,305	100,000	"
Circuit and General Sessions Courts Clerk	Section 8-24-102, <i>TCA</i>	85,566	100,000	"
Clerk and Master	Section 8-24-102, <i>TCA</i>	85,566	100,000	Western Surety Company
Register of Deeds	Section 8-24-102, <i>TCA</i>	85,566	100,000	Auto-Owners Insurance Company
Sheriff	Section 8-24-102, <i>TCA</i>	94,722 (7)	100,000	"
Purchasing Agent	County Commission	69,453 (8)	100,000	RLI Insurance Company
Employee Blanket Bond Primary Government			250,000	Travelers Property Casualty Company of America
School Department			150,000	Liberty Mutual Insurance Company - The Netherlands Insurance Company

- (1) Includes \$1,282 for board and committee meetings and \$8,011 salary supplement for serving as sanitation supervisor. Does not include \$947 for a phone stipend.
- (2) Does not include \$1,164 for a phone stipend.
- (3) Includes \$9,846 for vacation leave payout.
- (4) Includes a chief executive officer supplement of \$1,000.
- (5) Does not include \$3,300 paid for accrued vacation leave earned prior to becoming trustee.
- (6) Includes \$2,995 for board and committee meetings and an educational incentive payment of \$1,000.
- (7) Includes a law enforcement training supplement of \$600. Does not include a phone stipend of \$1,164.
- (8) Includes an educational incentive payment of \$1,000. Does not include \$1,164 for a phone stipend.

Exhibit L-6

Roane County, Tennessee
 Schedule of Detailed Revenues -
 All Governmental Fund Types
 For the Year Ended June 30, 2019

	Special Revenue Funds					
	General	Solid Waste / Sanitation	Ambulance Service	Special Purpose	Drug Control	Other Special Revenue
<u>Local Taxes</u>						
<u>County Property Taxes</u>						
Current Property Tax	\$ 8,476,656	\$ 0	\$ 120,222	\$ 438,260	\$ 0	\$ 360,688
Trustee's Collections - Prior Year	159,052	0	2,243	8,241	0	6,767
Circuit Clerk/Clerk and Master Collections - Prior Years	261,456	0	6,211	21,894	0	10,947
Interest and Penalty	38,248	0	541	1,968	0	1,625
Pickup Taxes	6,548	0	93	557	0	279
Payments in-Lieu-of Taxes - T.V.A.	68,912	0	0	0	0	0
Payments in-Lieu-of Taxes - Local Utilities	73,700	0	0	0	0	0
Payments in-Lieu-of Taxes - Other	162,452	0	0	0	0	0
<u>County Local Option Taxes</u>						
Local Option Sales Tax	0	956,133	0	182,102	0	0
Hotel/Motel Tax	81,282	0	0	0	0	0
Litigation Tax - General	426,652	0	0	0	0	0
Litigation Tax - Jail, Workhouse, or Courthouse	264,156	0	0	0	0	0
Business Tax	642,388	0	0	0	0	0
Mixed Drink Tax	2,620	0	0	0	0	0
Mineral Severance Tax	0	0	0	0	0	0
<u>Statutory Local Taxes</u>						
Bank Excise Tax	70,122	0	0	0	0	0
Wholesale Beer Tax	167,687	0	0	0	0	0
Total Local Taxes	\$ 10,901,931	\$ 956,133	\$ 129,310	\$ 653,022	\$ 0	\$ 380,306
<u>Licenses and Permits</u>						
<u>Licenses</u>						
Cable TV Franchise	\$ 291,441	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0

(Continued)

Exhibit L-6

Roane County, Tennessee
 Schedule of Detailed Revenues -
All Governmental Fund Types (Cont.)

	Special Revenue Funds					
	General	Solid Waste / Sanitation	Ambulance Service	Special Purpose	Drug Control	Other Special Revenue
<u>Licenses and Permits (Cont.)</u>						
<u>Permits</u>						
Beer Permits	\$ 2,600	\$ 0	\$ 0	\$ 0	\$ 0	0
Building Permits	286,935	0	0	0	0	0
Total Licenses and Permits	\$ 580,976	\$ 0	\$ 0	\$ 0	\$ 0	0
<u>Fines, Forfeitures, and Penalties</u>						
<u>Circuit Court</u>						
Fines	\$ 2,325	\$ 0	\$ 0	\$ 0	\$ 0	0
Officers Costs	7,771	0	0	0	0	0
Drug Control Fines	0	0	0	0	6,270	0
Drug Court Fees	814	0	0	0	0	0
Jail Fees	3,482	0	0	0	0	0
DUI Treatment Fines	332	0	0	0	0	0
Data Entry Fee - Circuit Court	987	0	0	0	0	0
Courtroom Security Fee	228	0	0	0	0	0
<u>General Sessions Court</u>						
Fines	9,904	0	0	0	0	0
Officers Costs	84,347	0	0	0	0	0
Game and Fish Fines	142	0	0	0	0	0
Drug Control Fines	0	0	0	0	3,201	0
Drug Court Fees	3,894	0	0	0	0	0
Jail Fees	5,567	0	0	0	0	0
DUI Treatment Fines	6,079	0	0	0	0	0
Data Entry Fee - General Sessions Court	21,631	0	0	0	0	0
Courtroom Security Fee	114	0	0	0	0	0

(Continued)

Exhibit L-6

Roane County, Tennessee
 Schedule of Detailed Revenues -
 All Governmental Fund Types (Cont.)

	Special Revenue Funds					
	General	Solid Waste / Sanitation	Ambulance Service	Special Purpose	Drug Control	Other Special Revenue
<u>Fines, Forfeitures, and Penalties (Cont.)</u>						
<u>Juvenile Court</u>						
Fines	\$ 86	\$ 0	\$ 0	\$ 0	\$ 0	0
<u>Chancery Court</u>						
Officers Costs	2,320	0	0	0	0	0
Data Entry Fee - Chancery Court	10,845	0	0	0	0	0
Courtroom Security Fee	205	0	0	0	0	0
<u>Judicial District Drug Program</u>						
Drug Task Force Forfeitures and Seizures	0	0	0	0	29,306	0
<u>Other Fines, Forfeitures, and Penalties</u>						
Other Fines, Forfeitures, and Penalties	3,591	0	0	0	0	0
Total Fines, Forfeitures, and Penalties	\$ 164,664	\$ 0	\$ 0	\$ 0	\$ 38,777	\$ 0
<u>Charges for Current Services</u>						
<u>General Service Charges</u>						
Transfer Waste Stations Collection Charge	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	34,319
Solid Waste Disposal Fee	0	0	0	0	0	130,040
Patient Charges	0	0	2,509,702	0	0	0
Past Due Collections - Ambulance	0	0	22,526	0	0	0
Other General Service Charges	26,330	0	0	36,814	0	0
<u>Fees</u>						
Recreation Fees	162,594	0	0	0	0	0
Copy Fees	3,808	0	360	0	0	0
Archives and Records Management Fee	31,950	0	0	0	0	0
Greenbelt Late Application Fee	450	0	0	0	0	0
Telephone Commissions	104,490	0	0	0	0	0
Constitutional Officers' Fees and Commissions	0	0	0	0	0	0

(Continued)

Exhibit L-6

Roane County, Tennessee
 Schedule of Detailed Revenues -
All Governmental Fund Types (Cont.)

	Special Revenue Funds					
	General	Solid Waste / Sanitation	Ambulance Service	Special Purpose	Drug Control	Other Special Revenue
<u>Charges for Current Services (Cont.)</u>						
<u>Fees (Cont.)</u>						
Data Processing Fee - Register	\$ 17,296	\$ 0	\$ 0	\$ 0	\$ 0	0
Probation Fees	7,612	0	0	0	0	0
Data Processing Fee - Sheriff	4,615	0	0	0	0	0
Sexual Offender Registration Fee - Sheriff	5,325	0	0	0	0	0
Data Processing Fee - County Clerk	4,092	0	0	0	0	0
Vehicle Insurance Coverage and Reinstatement Fees	765	0	0	0	0	0
<u>Education Charges</u>						
Other Charges for Services	257,034	0	0	0	0	0
Total Charges for Current Services	\$ 626,361	\$ 0	\$ 2,532,588	\$ 36,814	\$ 0	\$ 164,359
<u>Other Local Revenues</u>						
<u>Recurring Items</u>						
Investment Income	\$ 4,146	\$ 0	\$ 0	\$ 0	\$ 211	\$ 0
Lease/Rentals	5,400	0	0	0	0	0
Sale of Materials and Supplies	0	0	0	0	0	0
Commissary Sales	47,359	0	0	0	0	0
Sale of Recycled Materials	0	0	0	0	0	219,472
Sale of Animals/Livestock	0	0	0	0	1,000	0
Commodity Rebates	255	0	0	0	0	0
Miscellaneous Refunds	306	0	0	0	0	0
Expenditure Credits	18,406	25	11,230	2,183	696	15
<u>Nonrecurring Items</u>						
Sale of Equipment	2,259	0	0	0	225	0
Sale of Property	14,910	0	0	0	0	0
Contributions and Gifts	20,000	0	0	15,267	17,659	1,360

(Continued)

Exhibit L-6

Roane County, Tennessee
Schedule of Detailed Revenues -
All Governmental Fund Types (Cont.)

	Special Revenue Funds					
	General	Solid Waste / Sanitation	Ambulance Service	Special Purpose	Drug Control	Other Special Revenue
<u>Other Local Revenues (Cont.)</u>						
<u>Other Local Revenues</u>						
Other Local Revenues	\$ 12,381	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
Total Other Local Revenues	<u>\$ 125,422</u>	<u>\$ 25</u>	<u>\$ 11,230</u>	<u>\$ 17,450</u>	<u>\$ 19,791</u>	<u>\$ 220,847</u>
<u>Fees Received From County Officials</u>						
<u>Fees In-Lieu-of Salary</u>						
County Clerk	\$ 471,353	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
Circuit Court Clerk	85,071	0	0	0	0	0
General Sessions Court Clerk	432,688	0	0	0	0	0
Clerk and Master	337,027	0	0	0	0	0
Register	240,705	0	0	0	0	0
Sheriff	39,908	0	0	0	0	0
Trustee	984,248	0	0	0	0	0
Total Fees Received From County Officials	<u>\$ 2,591,000</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>
<u>State of Tennessee</u>						
<u>General Government Grants</u>						
Juvenile Services Program	\$ 9,000	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
Solid Waste Grants	0	0	0	0	0	41,839
<u>Public Safety Grants</u>						
Law Enforcement Training Programs	25,200	0	0	0	0	0
<u>Public Works Grants</u>						
Bridge Program	0	0	0	0	0	0
Litter Program	0	0	0	0	0	0
<u>Other State Revenues</u>						
Income Tax	129,601	0	0	0	0	0

(Continued)

Exhibit L-6

Roane County, Tennessee
 Schedule of Detailed Revenues -
All Governmental Fund Types (Cont.)

	Special Revenue Funds					
	General	Solid Waste / Sanitation	Ambulance Service	Special Purpose	Drug Control	Other Special Revenue
<u>State of Tennessee (Cont.)</u>						
<u>Other State Revenues (Cont.)</u>						
Beer Tax	\$ 17,959	\$ 0	\$ 0	\$ 0	\$ 0	0
Alcoholic Beverage Tax	101,518	0	0	0	0	0
State Revenue Sharing - T.V.A.	730,776	200,000	0	100,000	0	15,000
State Revenue Sharing - Telecommunications	112,915	0	0	0	0	0
Contracted Prisoner Boarding	884,520	0	0	0	0	0
Gasoline and Motor Fuel Tax	0	0	0	0	0	0
Petroleum Special Tax	0	0	0	0	0	0
Registrar's Salary Supplement	15,164	0	0	0	0	0
Other State Grants	198,959	6,749	0	0	0	0
Other State Revenues	24,974	0	0	0	0	0
Total State of Tennessee	<u>\$ 2,250,586</u>	<u>\$ 206,749</u>	<u>\$ 0</u>	<u>\$ 100,000</u>	<u>\$ 0</u>	<u>\$ 56,839</u>
<u>Federal Government</u>						
<u>Federal Through State</u>						
Community Development	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	0
Civil Defense Reimbursement	21,360	0	0	0	0	0
Homeland Security Grants	0	0	0	0	0	0
Medicaid	0	0	134,806	0	0	0
Other Federal through State	202,153	0	0	0	0	0
<u>Direct Federal Revenue</u>						
Other Direct Federal Revenue	262,980	0	0	0	0	0
Total Federal Government	<u>\$ 486,493</u>	<u>\$ 0</u>	<u>\$ 134,806</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>

(Continued)

Exhibit L-6

Roane County, Tennessee
Schedule of Detailed Revenues -
All Governmental Fund Types (Cont.)

	Special Revenue Funds					
	General	Solid Waste / Sanitation	Ambulance Service	Special Purpose	Drug Control	Other Special Revenue
<u>Other Governments and Citizens Groups</u>						
<u>Other Governments</u>						
Contributions	\$ 36,507	\$ 0	\$ 0	\$ 0	\$ 0	0
Contracted Services	0	0	0	0	0	0
Total Other Governments and Citizens Groups	<u>\$ 36,507</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>0</u>
Total	<u>\$ 17,763,940</u>	<u>\$ 1,162,907</u>	<u>\$ 2,807,934</u>	<u>\$ 807,286</u>	<u>\$ 58,568</u>	<u>\$ 822,351</u>

(Continued)

Exhibit L-6

Roane County, Tennessee
 Schedule of Detailed Revenues -
 All Governmental Fund Types (Cont.)

	Special Revenue Funds		Debt Service Funds			Capital Projects Funds
	Constitu- tional Officers - Fees	Highway / Public Works	General Debt Service	Rural Debt Service	Education Debt Service	General Capital Projects
<u>Local Taxes</u>						
<u>County Property Taxes</u>						
Current Property Tax	\$ 0	\$ 1,202,331	\$ 1,743,389	\$ 1,383,082	\$ 211,337	\$ 601,161
Trustee's Collections - Prior Year	0	22,559	32,709	26,964	4,444	11,279
Circuit Clerk/Clerk and Master Collections - Prior Years	0	35,489	52,911	52,911	7,298	18,245
Interest and Penalty	0	5,427	7,868	6,550	1,038	2,714
Pickup Taxes	0	929	1,347	1,347	186	464
Payments in-Lieu-of Taxes - T.V.A.	0	0	0	0	0	0
Payments in-Lieu-of Taxes - Local Utilities	0	0	0	0	0	0
Payments in-Lieu-of Taxes - Other	0	0	1,077,674	0	0	0
<u>County Local Option Taxes</u>						
Local Option Sales Tax	0	0	0	0	0	0
Hotel/Motel Tax	0	0	0	0	0	0
Litigation Tax - General	0	0	0	0	0	0
Litigation Tax - Jail, Workhouse, or Courthouse	0	0	0	0	0	0
Business Tax	0	0	0	0	0	0
Mixed Drink Tax	0	0	0	0	0	0
Mineral Severance Tax	0	64,780	0	0	0	0
<u>Statutory Local Taxes</u>						
Bank Excise Tax	0	0	0	0	0	0
Wholesale Beer Tax	0	0	0	0	0	0
Total Local Taxes	\$ 0	\$ 1,331,515	\$ 2,915,898	\$ 1,470,854	\$ 224,303	\$ 633,863
<u>Licenses and Permits</u>						
<u>Licenses</u>						
Cable TV Franchise	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0

(Continued)

Exhibit L-6

Roane County, Tennessee
 Schedule of Detailed Revenues -
All Governmental Fund Types (Cont.)

	Special Revenue Funds		Debt Service Funds			Capital Projects Funds
	Constitu- tional - Officers - Fees	Highway / Public Works	General Debt Service	Rural Debt Service	Education Debt Service	General Capital Projects
<u>Licenses and Permits (Cont.)</u>						
<u>Permits</u>						
Beer Permits	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	0
Building Permits	0	0	0	0	0	0
Total Licenses and Permits	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	0
<u>Fines, Forfeitures, and Penalties</u>						
<u>Circuit Court</u>						
Fines	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	0
Officers Costs	0	0	0	0	0	0
Drug Control Fines	0	0	0	0	0	0
Drug Court Fees	0	0	0	0	0	0
Jail Fees	0	0	0	0	0	0
DUI Treatment Fines	0	0	0	0	0	0
Data Entry Fee - Circuit Court	0	0	0	0	0	0
Courtroom Security Fee	0	0	0	0	0	0
<u>General Sessions Court</u>						
Fines	0	0	0	0	0	0
Officers Costs	0	0	0	0	0	0
Game and Fish Fines	0	0	0	0	0	0
Drug Control Fines	0	0	0	0	0	0
Drug Court Fees	0	0	0	0	0	0
Jail Fees	0	0	0	0	0	0
DUI Treatment Fines	0	0	0	0	0	0
Data Entry Fee - General Sessions Court	0	0	0	0	0	0
Courtroom Security Fee	0	0	0	0	0	0

(Continued)

Exhibit L-6

Roane County, Tennessee
Schedule of Detailed Revenues -
All Governmental Fund Types (Cont.)

	Special Revenue Funds		Debt Service Funds			Capital Projects Funds
	Constitu- tional Officers - Fees	Highway / Public Works	General Debt Service	Rural Debt Service	Education Debt Service	General Capital Projects
<u>Fines, Forfeitures, and Penalties (Cont.)</u>						
<u>Juvenile Court</u>						
Fines	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	0
<u>Chancery Court</u>						
Officers Costs	0	0	0	0	0	0
Data Entry Fee - Chancery Court	0	0	0	0	0	0
Courtroom Security Fee	0	0	0	0	0	0
<u>Judicial District Drug Program</u>						
Drug Task Force Forfeitures and Seizures	0	0	0	0	0	0
<u>Other Fines, Forfeitures, and Penalties</u>						
Other Fines, Forfeitures, and Penalties	0	0	0	0	0	0
Total Fines, Forfeitures, and Penalties	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	0
<u>Charges for Current Services</u>						
<u>General Service Charges</u>						
Transfer Waste Stations Collection Charge	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	0
Solid Waste Disposal Fee	0	0	0	0	0	0
Patient Charges	0	0	0	0	0	0
Past Due Collections - Ambulance	0	0	0	0	0	0
Other General Service Charges	0	0	0	0	0	0
<u>Fees</u>						
Recreation Fees	0	0	0	0	0	72,235
Copy Fees	0	0	0	0	0	0
Archives and Records Management Fee	0	0	0	0	0	0
Greenbelt Late Application Fee	0	0	0	0	0	0
Telephone Commissions	0	0	0	0	0	0
Constitutional Officers' Fees and Commissions	903	0	0	0	0	0

(Continued)

Exhibit L-6

Roane County, Tennessee
Schedule of Detailed Revenues -
All Governmental Fund Types (Cont.)

	Special Revenue Funds		Debt Service Funds			Capital Projects Funds
	Constitu- tional - Officers - Fees	Highway / Public Works	General Debt Service	Rural Debt Service	Education Debt Service	General Capital Projects
<u>Charges for Current Services (Cont.)</u>						
<u>Fees (Cont.)</u>						
Data Processing Fee - Register	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	0
Probation Fees	0	0	0	0	0	0
Data Processing Fee - Sheriff	0	0	0	0	0	0
Sexual Offender Registration Fee - Sheriff	0	0	0	0	0	0
Data Processing Fee - County Clerk	0	0	0	0	0	0
Vehicle Insurance Coverage and Reinstatement Fees	0	0	0	0	0	0
<u>Education Charges</u>						
Other Charges for Services	0	2,550	0	0	0	0
Total Charges for Current Services	\$ 903	\$ 2,550	\$ 0	\$ 0	\$ 0	72,235
<u>Other Local Revenues</u>						
<u>Recurring Items</u>						
Investment Income	\$ 0	\$ 0	278,193	\$ 13,831	\$ 5,896	0
Lease/Rentals	0	0	0	0	0	11,600
Sale of Materials and Supplies	0	3,599	0	0	0	0
Commissary Sales	0	0	0	0	0	0
Sale of Recycled Materials	0	2,601	0	0	0	0
Sale of Animals/Livestock	0	0	0	0	0	0
Commodity Rebates	0	0	0	0	0	0
Miscellaneous Refunds	0	8,382	0	0	0	0
Expenditure Credits	0	6	0	0	0	0
<u>Nonrecurring Items</u>						
Sale of Equipment	0	7,225	0	0	0	1,211
Sale of Property	0	0	0	0	0	0
Contributions and Gifts	0	0	0	0	0	0

(Continued)

Exhibit L-6

Roane County, Tennessee
Schedule of Detailed Revenues -
All Governmental Fund Types (Cont.)

	Special Revenue Funds		Debt Service Funds			Capital Projects Funds
	Constitu- tional Officers - Fees	Highway / Public Works	General Debt Service	Rural Debt Service	Education Debt Service	General Capital Projects
<u>Other Local Revenues (Cont.)</u>						
<u>Other Local Revenues</u>						
Other Local Revenues	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	0
Total Other Local Revenues	\$ 0	\$ 21,813	\$ 278,193	\$ 13,831	\$ 5,896	\$ 12,811
<u>Fees Received From County Officials</u>						
<u>Fees In-Lieu-of Salary</u>						
County Clerk	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	0
Circuit Court Clerk	0	0	0	0	0	0
General Sessions Court Clerk	0	0	0	0	0	0
Clerk and Master	0	0	0	0	0	0
Register	0	0	0	0	0	0
Sheriff	0	0	0	0	0	0
Trustee	0	0	0	0	0	0
Total Fees Received From County Officials	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	0
<u>State of Tennessee</u>						
<u>General Government Grants</u>						
Juvenile Services Program	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	0
Solid Waste Grants	0	0	0	0	0	0
<u>Public Safety Grants</u>						
Law Enforcement Training Programs	0	0	0	0	0	0
<u>Public Works Grants</u>						
Bridge Program	0	0	0	0	0	0
Litter Program	0	43,537	0	0	0	0
<u>Other State Revenues</u>						
Income Tax	0	0	0	0	0	0

(Continued)

Exhibit L-6

Roane County, Tennessee
 Schedule of Detailed Revenues -
All Governmental Fund Types (Cont.)

	Special Revenue Funds		Debt Service Funds			Capital Projects Funds
	Constitu- tional Officers - Fees	Highway / Public Works	General Debt Service	Rural Debt Service	Education Debt Service	General Capital Projects
<u>State of Tennessee (Cont.)</u>						
<u>Other State Revenues (Cont.)</u>						
Beer Tax	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	0
Alcoholic Beverage Tax	0	0	0	0	0	0
State Revenue Sharing - T.V.A.	0	0	0	0	0	0
State Revenue Sharing - Telecommunications	0	0	0	0	0	0
Contracted Prisoner Boarding	0	0	0	0	0	0
Gasoline and Motor Fuel Tax	0	2,473,909	0	0	0	0
Petroleum Special Tax	0	39,094	0	0	0	0
Registrar's Salary Supplement	0	0	0	0	0	0
Other State Grants	0	0	0	0	0	60,223
Other State Revenues	0	0	0	0	0	0
Total State of Tennessee	\$ 0	\$ 2,556,540	\$ 0	\$ 0	\$ 0	\$ 60,223
<u>Federal Government</u>						
<u>Federal Through State</u>						
Community Development	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	297,373
Civil Defense Reimbursement	0	0	0	0	0	0
Homeland Security Grants	0	0	0	0	0	12,208
Medicaid	0	0	0	0	0	0
Other Federal through State	0	0	0	0	0	249,926
<u>Direct Federal Revenue</u>						
Other Direct Federal Revenue	0	0	0	0	0	0
Total Federal Government	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 559,507

(Continued)

Exhibit L-6

Roane County, Tennessee
Schedule of Detailed Revenues -
All Governmental Fund Types (Cont.)

	Special Revenue Funds		Debt Service Funds			Capital Projects Funds
	Constitu- tional Officers - Fees	Highway / Public Works	General Debt Service	Rural Debt Service	Education Debt Service	General Capital Projects
<u>Other Governments and Citizens Groups</u>						
<u>Other Governments</u>						
Contributions	\$ 0	\$ 0	\$ 98,316	\$ 0	\$ 0	\$ 27,700
Contracted Services	0	2,010	0	0	0	0
Total Other Governments and Citizens Groups	\$ 0	\$ 2,010	\$ 98,316	\$ 0	\$ 0	\$ 27,700
Total	\$ 903	\$ 3,914,428	\$ 3,292,407	\$ 1,484,685	\$ 230,199	\$ 1,366,339

(Continued)

Exhibit L-6

Roane County, Tennessee
Schedule of Detailed Revenues -
All Governmental Fund Types (Cont.)

	<u>Capital Projects Fund</u>	
	Highway Capital Projects	Total
<u>Local Taxes</u>		
<u>County Property Taxes</u>		
Current Property Tax	\$ 0	\$ 14,537,126
Trustee's Collections - Prior Year	0	274,258
Circuit Clerk/Clerk and Master Collections - Prior Years	0	467,362
Interest and Penalty	0	65,979
Pickup Taxes	0	11,750
Payments in-Lieu-of Taxes - T.V.A.	0	68,912
Payments in-Lieu-of Taxes - Local Utilities	0	73,700
Payments in-Lieu-of Taxes - Other	0	1,240,126
<u>County Local Option Taxes</u>		
Local Option Sales Tax	0	1,138,235
Hotel/Motel Tax	0	81,282
Litigation Tax - General	0	426,652
Litigation Tax - Jail, Workhouse, or Courthouse	0	264,156
Business Tax	0	642,388
Mixed Drink Tax	0	2,620
Mineral Severance Tax	0	64,780
<u>Statutory Local Taxes</u>		
Bank Excise Tax	0	70,122
Wholesale Beer Tax	0	167,687
Total Local Taxes	<u>\$ 0</u>	<u>\$ 19,597,135</u>
<u>Licenses and Permits</u>		
<u>Licenses</u>		
Cable TV Franchise	\$ 0	\$ 291,441

(Continued)

Exhibit L-6

Roane County, Tennessee
Schedule of Detailed Revenues -
All Governmental Fund Types (Cont.)

	<u>Capital Projects Fund</u>	
	Highway Capital Projects	Total
<u>Licenses and Permits (Cont.)</u>		
<u>Permits</u>		
Beer Permits	\$ 0	\$ 2,600
Building Permits	0	286,935
Total Licenses and Permits	<u>\$ 0</u>	<u>\$ 580,976</u>
<u>Fines, Forfeitures, and Penalties</u>		
<u>Circuit Court</u>		
Fines	\$ 0	\$ 2,325
Officers Costs	0	7,771
Drug Control Fines	0	6,270
Drug Court Fees	0	814
Jail Fees	0	3,482
DUI Treatment Fines	0	332
Data Entry Fee - Circuit Court	0	987
Courtroom Security Fee	0	228
<u>General Sessions Court</u>		
Fines	0	9,904
Officers Costs	0	84,347
Game and Fish Fines	0	142
Drug Control Fines	0	3,201
Drug Court Fees	0	3,894
Jail Fees	0	5,567
DUI Treatment Fines	0	6,079
Data Entry Fee - General Sessions Court	0	21,631
Courtroom Security Fee	0	114

(Continued)

Exhibit L-6

Roane County, Tennessee
Schedule of Detailed Revenues -
All Governmental Fund Types (Cont.)

	<u>Capital Projects Fund</u>	
	Highway Capital Projects	Total
<u>Fines, Forfeitures, and Penalties (Cont.)</u>		
<u>Juvenile Court</u>		
Fines	\$ 0	\$ 86
<u>Chancery Court</u>		
Officers Costs	0	2,320
Data Entry Fee - Chancery Court	0	10,845
Courtroom Security Fee	0	205
<u>Judicial District Drug Program</u>		
Drug Task Force Forfeitures and Seizures	0	29,306
<u>Other Fines, Forfeitures, and Penalties</u>		
Other Fines, Forfeitures, and Penalties	0	3,591
Total Fines, Forfeitures, and Penalties	<u>\$ 0</u>	<u>\$ 203,441</u>
<u>Charges for Current Services</u>		
<u>General Service Charges</u>		
Transfer Waste Stations Collection Charge	\$ 0	\$ 34,319
Solid Waste Disposal Fee	0	130,040
Patient Charges	0	2,509,702
Past Due Collections - Ambulance	0	22,526
Other General Service Charges	0	63,144
<u>Fees</u>		
Recreation Fees	0	234,829
Copy Fees	0	4,168
Archives and Records Management Fee	0	31,950
Greenbelt Late Application Fee	0	450
Telephone Commissions	0	104,490
Constitutional Officers' Fees and Commissions	0	903

(Continued)

Exhibit L-6

Roane County, Tennessee
Schedule of Detailed Revenues -
All Governmental Fund Types (Cont.)

	<u>Capital Projects Fund</u>	
	Highway Capital Projects	Total
<u>Charges for Current Services (Cont.)</u>		
<u>Fees (Cont.)</u>		
Data Processing Fee - Register	\$ 0	\$ 17,296
Probation Fees	0	7,612
Data Processing Fee - Sheriff	0	4,615
Sexual Offender Registration Fee - Sheriff	0	5,325
Data Processing Fee - County Clerk	0	4,092
Vehicle Insurance Coverage and Reinstatement Fees	0	765
<u>Education Charges</u>		
Other Charges for Services	0	259,584
Total Charges for Current Services	<u>\$ 0</u>	<u>\$ 3,435,810</u>
<u>Other Local Revenues</u>		
<u>Recurring Items</u>		
Investment Income	\$ 0	\$ 302,277
Lease/Rentals	0	17,000
Sale of Materials and Supplies	0	3,599
Commissary Sales	0	47,359
Sale of Recycled Materials	0	222,073
Sale of Animals/Livestock	0	1,000
Commodity Rebates	0	255
Miscellaneous Refunds	0	8,688
Expenditure Credits	0	32,561
<u>Nonrecurring Items</u>		
Sale of Equipment	0	10,920
Sale of Property	0	14,910
Contributions and Gifts	0	54,286

(Continued)

Exhibit L-6

Roane County, Tennessee
Schedule of Detailed Revenues -
All Governmental Fund Types (Cont.)

	<u>Capital Projects Fund</u>	
	<u>Highway Capital Projects</u>	<u>Total</u>
<hr/>		
<u>Other Local Revenues (Cont.)</u>		
<u>Other Local Revenues</u>		
Other Local Revenues	\$ 0	\$ 12,381
Total Other Local Revenues	<u>\$ 0</u>	<u>\$ 727,309</u>
<u>Fees Received From County Officials</u>		
<u>Fees In-Lieu-of Salary</u>		
County Clerk	\$ 0	\$ 471,353
Circuit Court Clerk	0	85,071
General Sessions Court Clerk	0	432,688
Clerk and Master	0	337,027
Register	0	240,705
Sheriff	0	39,908
Trustee	0	984,248
Total Fees Received From County Officials	<u>\$ 0</u>	<u>\$ 2,591,000</u>
<u>State of Tennessee</u>		
<u>General Government Grants</u>		
Juvenile Services Program	\$ 0	\$ 9,000
Solid Waste Grants	0	41,839
<u>Public Safety Grants</u>		
Law Enforcement Training Programs	0	25,200
<u>Public Works Grants</u>		
Bridge Program	314,123	314,123
Litter Program	0	43,537
<u>Other State Revenues</u>		
Income Tax	0	129,601

(Continued)

Exhibit L-6

Roane County, Tennessee
Schedule of Detailed Revenues -
All Governmental Fund Types (Cont.)

	<u>Capital Projects Fund</u>	
	Highway Capital Projects	Total
<u>State of Tennessee (Cont.)</u>		
<u>Other State Revenues (Cont.)</u>		
Beer Tax	\$ 0	\$ 17,959
Alcoholic Beverage Tax	0	101,518
State Revenue Sharing - T.V.A.	0	1,045,776
State Revenue Sharing - Telecommunications	0	112,915
Contracted Prisoner Boarding	0	884,520
Gasoline and Motor Fuel Tax	0	2,473,909
Petroleum Special Tax	0	39,094
Registrar's Salary Supplement	0	15,164
Other State Grants	0	265,931
Other State Revenues	0	24,974
Total State of Tennessee	<u>\$ 314,123</u>	<u>\$ 5,545,060</u>
<u>Federal Government</u>		
<u>Federal Through State</u>		
Community Development	\$ 0	\$ 297,373
Civil Defense Reimbursement	0	21,360
Homeland Security Grants	0	12,208
Medicaid	0	134,806
Other Federal through State	0	452,079
<u>Direct Federal Revenue</u>		
Other Direct Federal Revenue	0	262,980
Total Federal Government	<u>\$ 0</u>	<u>\$ 1,180,806</u>

(Continued)

Exhibit L-6

Roane County, Tennessee
Schedule of Detailed Revenues -
All Governmental Fund Types (Cont.)

	<u>Capital Projects Fund</u>	
	Highway Capital Projects	Total
<hr/>		
<u>Other Governments and Citizens Groups</u>		
<u>Other Governments</u>		
Contributions	\$ 0	\$ 162,523
Contracted Services	0	2,010
Total Other Governments and Citizens Groups	<u>\$ 0</u>	<u>\$ 164,533</u>
 Total	 <u>\$ 314,123</u>	 <u>\$ 34,026,070</u>

Exhibit L-7

Roane County, Tennessee
 Schedule of Detailed Revenues -
 All Governmental Fund Types
 Discretely Presented Roane County School Department
 For the Year Ended June 30, 2019

	Special Revenue Funds				
	General Purpose School	School Federal Projects	Central Cafeteria	School Transportation	Extended School Program
<u>Local Taxes</u>					
<u>County Property Taxes</u>					
Current Property Tax	\$ 13,728,217	\$ 0	\$ 0	\$ 0	\$ 0
Trustee's Collections - Prior Year	257,457	0	0	0	0
Circuit Clerk/Clerk and Master Collections - Prior Years	422,677	0	0	0	0
Interest and Penalty	61,942	0	0	0	0
Pickup Taxes	10,605	0	0	0	0
Payments in-Lieu-of Taxes - Local Utilities	272,928	0	0	0	0
<u>County Local Option Taxes</u>					
Local Option Sales Tax	6,693,004	0	0	1,750,000	0
Mixed Drink Tax	33,166	0	0	0	0
Total Local Taxes	\$ 21,479,996	\$ 0	\$ 0	\$ 1,750,000	\$ 0
<u>Licenses and Permits</u>					
<u>Licenses</u>					
Marriage Licenses	\$ 2,855	\$ 0	\$ 0	\$ 0	\$ 0
Total Licenses and Permits	\$ 2,855	\$ 0	\$ 0	\$ 0	\$ 0
<u>Charges for Current Services</u>					
<u>Education Charges</u>					
Tuition - Other	\$ 3,000	\$ 0	\$ 0	\$ 0	\$ 0
Lunch Payments - Children	0	0	318,173	0	0
Lunch Payments - Adults	0	0	67,464	0	0
Income from Breakfast	0	0	67,482	0	0
A la Carte Sales	0	0	249,273	0	0
Contract for Instructional Services with Other LEA's	1,137	0	0	0	0

(Continued)

Exhibit L-7

Roane County, Tennessee
 Schedule of Detailed Revenues -
All Governmental Fund Types
 Discretely Presented Roane County School Department (Cont.)

	Special Revenue Funds				
	General Purpose School	School Federal Projects	Central Cafeteria	School Transportation	Extended School Program
<u>Charges for Current Services (Cont.)</u>					
<u>Education Charges (Cont.)</u>					
Receipts from Individual Schools	\$ 23,812	\$ 0	\$ 0	\$ 91,594	\$ 0
Community Service Fees - Children	0	0	0	0	211,628
Other Charges for Services	29,591	0	5,209	0	0
Total Charges for Current Services	\$ 57,540	\$ 0	\$ 707,601	\$ 91,594	\$ 211,628
<u>Other Local Revenues</u>					
<u>Recurring Items</u>					
Investment Income	\$ 359,221	\$ 0	\$ 16,690	\$ 16,734	\$ 5
Lease/Rentals	240	0	0	0	0
Sale of Gasoline	0	0	0	26,972	0
Sale of Recycled Materials	4,248	0	0	345	0
Commodity Rebates	0	0	15,185	0	0
Miscellaneous Refunds	2,869	0	33	0	0
Expenditure Credits	4,990	0	590	20	0
<u>Nonrecurring Items</u>					
Sale of Equipment	1,969	0	102	416	0
Damages Recovered from Individuals	4,079	0	0	97	0
Contributions and Gifts	7,956	0	0	0	0
<u>Other Local Revenues</u>					
Other Local Revenues	1,916	0	0	0	0
Total Other Local Revenues	\$ 387,488	\$ 0	\$ 32,600	\$ 44,584	\$ 5

(Continued)

Exhibit L-7

Roane County, Tennessee
 Schedule of Detailed Revenues -
All Governmental Fund Types
 Discretely Presented Roane County School Department (Cont.)

	Special Revenue Funds				
	General Purpose School	School Federal Projects	Central Cafeteria	School Transpor - tation	Extended School Program
<u>State of Tennessee</u>					
<u>General Government Grants</u>					
Juvenile Services Program	\$ 0	\$ 0	\$ 0	\$ 0	\$ 14,169
On-behalf Contributions for OPEB	313,085	0	0	0	0
<u>State Education Funds</u>					
Basic Education Program	30,894,477	0	0	250,000	0
Early Childhood Education	647,781	0	0	0	0
School Food Service	0	0	32,810	0	0
Other State Education Funds	470,484	0	0	0	0
Career Ladder Program	159,679	0	0	0	0
<u>Other State Revenues</u>					
State Revenue Sharing - T.V.A.	760,000	0	0	0	0
Other State Grants	83,394	0	0	0	0
Total State of Tennessee	<u>\$ 33,328,900</u>	<u>\$ 0</u>	<u>\$ 32,810</u>	<u>\$ 250,000</u>	<u>\$ 14,169</u>
<u>Federal Government</u>					
<u>Federal Through State</u>					
USDA School Lunch Program	\$ 0	\$ 0	\$ 1,991,751	\$ 0	\$ 0
USDA - Commodities	0	0	245,993	0	0
Breakfast	0	0	749,050	0	0
USDA - Other	0	0	84,160	0	27,715
Vocational Education - Basic Grants to States	0	165,459	0	0	0
Title I Grants to Local Education Agencies	0	1,585,589	0	0	0
Special Education - Grants to States	46,181	1,565,558	0	0	0
Special Education Preschool Grants	0	71,710	0	0	0
Rural Education	0	113,303	0	0	0

(Continued)

Exhibit L-7

Roane County, Tennessee
Schedule of Detailed Revenues -
All Governmental Fund Types
Discretely Presented Roane County School Department (Cont.)

	Special Revenue Funds				
	General Purpose School	School Federal Projects	Central Cafeteria	School Transpor - tation	Extended School Program
<u>Federal Government (Cont.)</u>					
<u>Federal Through State (Cont.)</u>					
Eisenhower Professional Development State Grants	\$ 0	\$ 262,957	\$ 0	\$ 0	\$ 0
Other Federal through State	0	151,052	0	0	0
<u>Direct Federal Revenue</u>					
Public Law 874 - Maintenance and Operation	46,983	0	0	0	0
Total Federal Government	<u>\$ 93,164</u>	<u>\$ 3,915,628</u>	<u>\$ 3,070,954</u>	<u>\$ 0</u>	<u>\$ 27,715</u>
<u>Other Governments and Citizens Groups</u>					
<u>Other Governments</u>					
Contributions	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
Total Other Governments and Citizens Groups	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>
Total	<u>\$ 55,349,943</u>	<u>\$ 3,915,628</u>	<u>\$ 3,843,965</u>	<u>\$ 2,136,178</u>	<u>\$ 253,517</u>

(Continued)

Exhibit L-7

Roane County, Tennessee
 Schedule of Detailed Revenues -
All Governmental Fund Types
 Discretely Presented Roane County School Department (Cont.)

	Capital Projects Fund		Education Capital Projects	Total
<hr/>				
<u>Local Taxes</u>				
<u>County Property Taxes</u>				
Current Property Tax	\$ 952,892	\$		14,681,109
Trustee's Collections - Prior Year	17,870			275,327
Circuit Clerk/Clerk and Master Collections - Prior Years	24,187			446,864
Interest and Penalty	4,297			66,239
Pickup Taxes	736			11,341
Payments in-Lieu-of Taxes - Local Utilities	0			272,928
<u>County Local Option Taxes</u>				
Local Option Sales Tax	0			8,443,004
Mixed Drink Tax	0			33,166
Total Local Taxes	<u>\$ 999,982</u>	\$		<u>24,229,978</u>
<u>Licenses and Permits</u>				
<u>Licenses</u>				
Marriage Licenses	\$ 0	\$		2,855
Total Licenses and Permits	<u>\$ 0</u>	\$		<u>2,855</u>
<u>Charges for Current Services</u>				
<u>Education Charges</u>				
Tuition - Other	\$ 0	\$		3,000
Lunch Payments - Children	0			318,173
Lunch Payments - Adults	0			67,464
Income from Breakfast	0			67,482
A la Carte Sales	0			249,273
Contract for Instructional Services with Other LEA's	0			1,137

(Continued)

Exhibit L-7

Roane County, Tennessee
 Schedule of Detailed Revenues -
All Governmental Fund Types
 Discretely Presented Roane County School Department (Cont.)

	Capital Projects Fund		Education Capital Projects	Total
<hr/>				
<u>Charges for Current Services (Cont.)</u>				
<u>Education Charges (Cont.)</u>				
Receipts from Individual Schools	\$ 0	\$		115,406
Community Service Fees - Children	0			211,628
Other Charges for Services	0			34,800
Total Charges for Current Services	<u>\$ 0</u>	<u>\$</u>		<u>1,068,363</u>
<u>Other Local Revenues</u>				
<u>Recurring Items</u>				
Investment Income	\$ 0	\$		392,650
Lease/Rentals	0			240
Sale of Gasoline	0			26,972
Sale of Recycled Materials	0			4,593
Commodity Rebates	0			15,185
Miscellaneous Refunds	0			2,902
Expenditure Credits	0			5,600
<u>Nonrecurring Items</u>				
Sale of Equipment	0			2,487
Damages Recovered from Individuals	0			4,176
Contributions and Gifts	0			7,956
<u>Other Local Revenues</u>				
Other Local Revenues	0			1,916
Total Other Local Revenues	<u>\$ 0</u>	<u>\$</u>		<u>464,677</u>

(Continued)

Exhibit L-7

Roane County, Tennessee
Schedule of Detailed Revenues -
All Governmental Fund Types
Discretely Presented Roane County School Department (Cont.)

	Capital Projects Fund		Education Capital Projects	Total
<u>State of Tennessee</u>				
<u>General Government Grants</u>				
Juvenile Services Program	\$ 0	\$	0	14,169
On-behalf Contributions for OPEB	0			313,085
<u>State Education Funds</u>				
Basic Education Program			0	31,144,477
Early Childhood Education			0	647,781
School Food Service			0	32,810
Other State Education Funds			0	470,484
Career Ladder Program			0	159,679
<u>Other State Revenues</u>				
State Revenue Sharing - T.V.A.			0	760,000
Other State Grants			44,800	128,194
Total State of Tennessee	<u>\$ 44,800</u>	\$		<u>33,670,679</u>
<u>Federal Government</u>				
<u>Federal Through State</u>				
USDA School Lunch Program	\$ 0	\$	0	1,991,751
USDA - Commodities			0	245,993
Breakfast			0	749,050
USDA - Other			0	111,875
Vocational Education - Basic Grants to States			0	165,459
Title I Grants to Local Education Agencies			0	1,585,589
Special Education - Grants to States			0	1,611,739
Special Education Preschool Grants			0	71,710
Rural Education			0	113,303

(Continued)

Exhibit L-7

Roane County, Tennessee
Schedule of Detailed Revenues -
All Governmental Fund Types
Discretely Presented Roane County School Department (Cont.)

	<u>Capital Projects Fund</u>		<u>Education Capital Projects</u>	<u>Total</u>
<hr/>				
<u>Federal Government (Cont.)</u>				
<u>Federal Through State (Cont.)</u>				
Eisenhower Professional Development State Grants	\$ 0	\$		262,957
Other Federal through State	0			151,052
<u>Direct Federal Revenue</u>				
Public Law 874 - Maintenance and Operation	0			46,983
Total Federal Government	<u>\$ 0</u>	<u>\$</u>		<u>7,107,461</u>
<u>Other Governments and Citizens Groups</u>				
<u>Other Governments</u>				
Contributions	\$ 58,522	\$		58,522
Total Other Governments and Citizens Groups	<u>\$ 58,522</u>	<u>\$</u>		<u>58,522</u>
Total	<u>\$ 1,103,304</u>	<u>\$</u>		<u>66,602,535</u>

Exhibit L-8

Roane County, Tennessee
Schedule of Detailed Expenditures -
All Governmental Fund Types
For the Year Ended June 30, 2019

General Fund

General Government

County Commission

Secretary(ies)	\$	2,092	
Board and Committee Members Fees		42,317	
Social Security		3,393	
Pensions		2,439	
Life Insurance		753	
Medical Insurance		62,526	
Dental Insurance		4,461	
Advertising		136	
Travel		11,779	
Other Supplies and Materials		269	
In Service/Staff Development		4,250	
Other Charges		1,098	
Total County Commission			\$ 135,513

Board of Equalization

Board and Committee Members Fees	\$	5,740	
Social Security		439	
Advertising		72	
Total Board of Equalization			6,251

Beer Board

Board and Committee Members Fees	\$	479	
Social Security		37	
Pensions		13	
Medical Insurance		11	
Advertising		191	
Total Beer Board			731

Budget and Finance Committee

Board and Committee Members Fees	\$	7,178	
Social Security		542	
Pensions		374	
Food Supplies		261	
Total Budget and Finance Committee			8,355

Other Boards and Committees

Board and Committee Members Fees	\$	35,719	
Social Security		2,724	
Pensions		1,844	
Medical Insurance		9	
Other Fringe Benefits		2	
Total Other Boards and Committees			40,298

County Mayor/Executive

County Official/Administrative Officer	\$	107,278	
Assistant(s)		84,422	
Part-time Personnel		17,560	

(Continued)

Exhibit L-8

Roane County, Tennessee
Schedule of Detailed Expenditures -
All Governmental Fund Types (Cont.)

General Fund (Cont.)

General Government (Cont.)

County Mayor/Executive (Cont.)

Educational Incentive - Other County Employees	\$	3,000	
Other Per Diem and Fees		1,455	
Social Security		15,540	
Pensions		3,828	
Life Insurance		239	
Medical Insurance		29,549	
Dental Insurance		1,183	
Other Fringe Benefits		1,119	
Communication		36	
Dues and Memberships		658	
Licenses		409	
Printing, Stationery, and Forms		273	
Rentals		250	
Travel		2,470	
Periodicals		180	
Premiums on Corporate Surety Bonds		793	
In Service/Staff Development		2,398	
Other Charges		324	
Total County Mayor/Executive			\$ 272,964

County Attorney

County Official/Administrative Officer	\$	100,118	
Social Security		7,625	
Pensions		5,004	
Life Insurance		66	
Medical Insurance		7,011	
Dental Insurance		327	
Legal Services		3,213	
Travel		154	
In Service/Staff Development		275	
Total County Attorney			123,793

Election Commission

Supervisor/Director	\$	85,566
Deputy(ies)		75,769
Mechanic(s)		3,610
Part-time Personnel		2,563
Overtime Pay		3,829
Election Commission		9,400
Election Workers		106,711
Social Security		17,853
Pensions		8,286
Life Insurance		198
Medical Insurance		19,504
Dental Insurance		981
Other Fringe Benefits		1,440
Advertising		5,110

(Continued)

Exhibit L-8

Roane County, Tennessee
Schedule of Detailed Expenditures -
All Governmental Fund Types (Cont.)

General Fund (Cont.)

General Government (Cont.)

Election Commission (Cont.)

Communication	\$	574	
Dues and Memberships		400	
Maintenance Agreements		12,023	
Maintenance and Repair Services - Equipment		3,089	
Printing, Stationery, and Forms		982	
Rentals		3,534	
Travel		7,752	
Other Contracted Services		6,650	
Data Processing Supplies		1,186	
Gasoline		80	
Library Books/Media		58	
Other Supplies and Materials		2,721	
In Service/Staff Development		3,400	
Data Processing Equipment		1,173	
Total Election Commission			\$ 384,442

Register of Deeds

County Official/Administrative Officer	\$	85,566	
Deputy(ies)		93,000	
Part-time Personnel		23,150	
Educational Incentive - Other County Employees		2,000	
Social Security		14,791	
Pensions		10,080	
Life Insurance		264	
Medical Insurance		29,162	
Dental Insurance		981	
Other Fringe Benefits		480	
Communication		13	
Data Processing Services		1,760	
Dues and Memberships		1,147	
Maintenance Agreements		15,373	
Maintenance and Repair Services - Office Equipment		183	
Printing, Stationery, and Forms		2,727	
Rentals		96	
Travel		2,816	
In Service/Staff Development		1,220	
Other Charges		1,419	
Furniture and Fixtures		2,374	
Total Register of Deeds			288,602

Planning

Paraprofessionals	\$	90,171	
Board and Committee Members Fees		7,258	
Other Per Diem and Fees		1,200	
Social Security		7,352	
Pensions		4,627	
Life Insurance		132	

(Continued)

Exhibit L-8

Roane County, Tennessee
Schedule of Detailed Expenditures -
All Governmental Fund Types (Cont.)

General Fund (Cont.)

General Government (Cont.)

Planning (Cont.)

Medical Insurance	\$	7,485	
Dental Insurance		654	
Other Fringe Benefits		960	
Contracts with Government Agencies		13,475	
Maintenance Agreements		5,480	
Postal Charges		464	
Travel		1,629	
Data Processing Supplies		1,816	
In Service/Staff Development		965	
Other Charges		58	
Data Processing Equipment		412	
Total Planning			\$ 144,138

Codes Compliance

Assistant(s)	\$	47,485	
Supervisor/Director		58,925	
Other Salaries and Wages		84,512	
Other Per Diem and Fees		4,893	
Social Security		13,922	
Pensions		10,718	
Life Insurance		331	
Medical Insurance		35,340	
Dental Insurance		1,308	
Other Fringe Benefits		1,300	
Advertising		268	
Communication		663	
Dues and Memberships		349	
Legal Notices, Recording, and Court Costs		720	
Maintenance Agreements		18,736	
Maintenance and Repair Services - Vehicles		1,541	
Postal Charges		568	
Printing, Stationery, and Forms		1,289	
Travel		1,669	
Other Contracted Services		197	
Custodial Supplies		372	
Electricity		2,226	
Food Supplies		43	
Gasoline		5,579	
Natural Gas		339	
Office Supplies		1,643	
Tires and Tubes		1,149	
Uniforms		999	
Water and Sewer		330	
In Service/Staff Development		1,512	
Total Codes Compliance			298,926

(Continued)

Exhibit L-8

Roane County, Tennessee
Schedule of Detailed Expenditures -
All Governmental Fund Types (Cont.)

General Fund (Cont.)

General Government (Cont.)

County Buildings

Foremen	\$	37,385	
Custodial Personnel		51,688	
Maintenance Personnel		33,740	
Part-time Personnel		16,082	
Educational Incentive - Other County Employees		1,000	
Other Per Diem and Fees		1,164	
Social Security		10,461	
Pensions		6,276	
Life Insurance		261	
Medical Insurance		29,106	
Dental Insurance		1,292	
Other Fringe Benefits		1,668	
Communication		25,678	
Maintenance Agreements		34,435	
Maintenance and Repair Services - Buildings		40,349	
Maintenance and Repair Services - Equipment		24,222	
Maintenance and Repair Services - Vehicles		1,285	
Travel		436	
Disposal Fees		2,032	
Custodial Supplies		14,444	
Electricity		101,540	
Food Supplies		2,507	
Gasoline		1,483	
Natural Gas		21,065	
Uniforms		405	
Water and Sewer		19,607	
Other Supplies and Materials		11,900	
Data Processing Equipment		1,247	
Furniture and Fixtures		135	
Total County Buildings			\$ 492,893

Other General Administration

Maintenance Agreements	\$	22,552	
Data Processing Supplies		3,803	
Data Processing Equipment		3,439	
Total Other General Administration			29,794

Preservation of Records

Assistant(s)	\$	23,596	
Supervisor/Director		37,736	
Part-time Personnel		16,655	
Social Security		5,893	
Pensions		4,029	
Life Insurance		132	
Medical Insurance		14,496	
Dental Insurance		654	
Other Fringe Benefits		480	

(Continued)

Exhibit L-8

Roane County, Tennessee
Schedule of Detailed Expenditures -
All Governmental Fund Types (Cont.)

General Fund (Cont.)

General Government (Cont.)

Preservation of Records (Cont.)

Printing, Stationery, and Forms	\$ 1,102	
Electricity	8,000	
Total Preservation of Records		\$ 112,773

Risk Management

Salary Supplements	\$ 12,108	
Part-time Personnel	3,680	
Educational Incentive - Other County Employees	1,000	
Social Security	1,279	
Pensions	673	
Life Insurance	13	
Medical Insurance	1,148	
Dental Insurance	53	
Other Fringe Benefits	82	
Dues and Memberships	3,073	
Travel	3,526	
Other Supplies and Materials	1,521	
Building and Contents Insurance	41,926	
Liability Insurance	88,235	
Vehicle and Equipment Insurance	78,809	
Workers' Compensation Insurance	131,280	
Other Self-insured Claims	30,194	
In Service/Staff Development	1,410	
Other Charges	3,226	
Total Risk Management		403,236

Finance

Accounting and Budgeting

Supervisor/Director	\$ 85,566	
Accountants/Bookkeepers	255,067	
Part-time Personnel	9,826	
Educational Incentive - Other County Employees	7,000	
Social Security	26,547	
Pensions	9,177	
Life Insurance	528	
Medical Insurance	61,182	
Dental Insurance	2,501	
Other Fringe Benefits	2,719	
Communication	98	
Dues and Memberships	708	
Maintenance Agreements	4,622	
Printing, Stationery, and Forms	1,230	
Travel	3,708	
In Service/Staff Development	3,362	
Data Processing Equipment	2,177	
Furniture and Fixtures	200	
Total Accounting and Budgeting		476,218

(Continued)

Exhibit L-8

Roane County, Tennessee
Schedule of Detailed Expenditures -
All Governmental Fund Types (Cont.)

General Fund (Cont.)

Finance (Cont.)

Purchasing

Supervisor/Director	\$	68,453	
Purchasing Personnel		64,290	
Part-time Personnel		9,180	
Educational Incentive - Other County Employees		2,000	
Other Per Diem and Fees		1,164	
Social Security		10,338	
Pensions		6,822	
Life Insurance		198	
Medical Insurance		19,030	
Dental Insurance		981	
Other Fringe Benefits		1,440	
Advertising		1,914	
Communication		32	
Consultants		7,700	
Dues and Memberships		508	
Maintenance Agreements		3,538	
Travel		4,265	
Premiums on Corporate Surety Bonds		306	
In Service/Staff Development		1,986	
Data Processing Equipment		1,516	
Furniture and Fixtures		450	
Total Purchasing			\$ 206,111

Property Assessor's Office

County Official/Administrative Officer	\$	85,566	
Deputy(ies)		334,281	
Part-time Personnel		9,282	
Other Per Diem and Fees		1,798	
Social Security		31,444	
Pensions		27,341	
Life Insurance		662	
Medical Insurance		72,415	
Dental Insurance		3,269	
Other Fringe Benefits		2,400	
Communication		2,941	
Contracts with Government Agencies		19,856	
Contracts with Private Agencies		29,833	
Dues and Memberships		2,563	
Maintenance and Repair Services - Office Equipment		5,533	
Maintenance and Repair Services - Vehicles		249	
Printing, Stationery, and Forms		926	
Travel		1,595	
Gasoline		1,988	
Other Supplies and Materials		1,450	
In Service/Staff Development		2,430	
Other Charges		131	
Data Processing Equipment		8,246	
Total Property Assessor's Office			646,199

(Continued)

Roane County, Tennessee
Schedule of Detailed Expenditures -
All Governmental Fund Types (Cont.)

General Fund (Cont.)

Finance (Cont.)

County Trustee's Office

County Official/Administrative Officer	\$	85,566	
Deputy(ies)		102,187	
Part-time Personnel		4,316	
Social Security		14,407	
Pensions		11,088	
Life Insurance		262	
Medical Insurance		25,499	
Dental Insurance		1,267	
Other Fringe Benefits		1,160	
Communication		11	
Contracts with Government Agencies		8,510	
Dues and Memberships		837	
Legal Notices, Recording, and Court Costs		75	
Maintenance Agreements		13,154	
Maintenance and Repair Services - Office Equipment		7	
Postal Charges		15,990	
Printing, Stationery, and Forms		2,341	
Rentals		140	
Travel		868	
Data Processing Supplies		454	
Premiums on Corporate Surety Bonds		13,515	
In Service/Staff Development		535	
Other Charges		1,079	
Data Processing Equipment		3,500	
Total County Trustee's Office			\$ 306,768

County Clerk's Office

County Official/Administrative Officer	\$	85,566
Deputy(ies)		288,112
Part-time Personnel		5,536
Educational Incentive - Other County Employees		1,500
Longevity Pay		2,500
Social Security		28,522
Pensions		20,648
Life Insurance		636
Medical Insurance		57,918
Dental Insurance		2,812
Other Fringe Benefits		2,960
Communication		109
Dues and Memberships		885
Maintenance Agreements		31,419
Maintenance and Repair Services - Office Equipment		148
Printing, Stationery, and Forms		7,175
Rentals		250
Travel		2,110
Office Supplies		14
Other Supplies and Materials		3,376

(Continued)

Exhibit L-8

Roane County, Tennessee
Schedule of Detailed Expenditures -
All Governmental Fund Types (Cont.)

General Fund (Cont.)

Finance (Cont.)

County Clerk's Office (Cont.)

Premiums on Corporate Surety Bonds	\$	881	
In Service/Staff Development		1,395	
Data Processing Equipment		1,894	
Furniture and Fixtures		569	
Office Equipment		5,333	
Total County Clerk's Office			\$ 552,268

Administration of Justice

Circuit Court

County Official/Administrative Officer	\$	85,566	
Deputy(ies)		373,146	
Part-time Personnel		10,495	
Educational Incentive - Other County Employees		1,000	
Social Security		33,223	
Pensions		13,527	
Life Insurance		854	
Medical Insurance		109,003	
Dental Insurance		4,191	
Other Fringe Benefits		4,028	
Communication		110	
Dues and Memberships		797	
Maintenance Agreements		26,730	
Printing, Stationery, and Forms		8,002	
Travel		1,048	
Other Contracted Services		368	
Data Processing Supplies		2,000	
Office Supplies		1,615	
Premiums on Corporate Surety Bonds		793	
Access Fees		1,222	
Data Processing Equipment		7,833	
Furniture and Fixtures		4,329	
Total Circuit Court			689,880

General Sessions Judge

Judge(s)	\$	333,729
Paraprofessionals		100,000
Educational Incentive - Other County Employees		1,000
Other Per Diem and Fees		4,810
Social Security		28,653
Pensions		28,743
Life Insurance		265
Medical Insurance		37,734
Dental Insurance		1,308
Other Fringe Benefits		720
Contracts with Private Agencies		50,944
Dues and Memberships		2,078
Licenses		164

(Continued)

Roane County, Tennessee
Schedule of Detailed Expenditures -
All Governmental Fund Types (Cont.)

General Fund (Cont.)

Administration of Justice (Cont.)

General Sessions Judge (Cont.)

Maintenance Agreements	\$	1,913	
Travel		5,501	
Data Processing Supplies		699	
Library Books/Media		1,660	
In Service/Staff Development		2,790	
Data Processing Equipment		3,141	
Total General Sessions Judge			\$ 605,852

Drug Court

Paraprofessionals	\$	43,847	
Social Security		3,221	
Pensions		3,463	
Life Insurance		83	
Medical Insurance		4,890	
Dental Insurance		409	
Other Fringe Benefits		160	
Contracts with Private Agencies		168,913	
Travel		508	
Other Contracted Services		888	
Other Charges		1,208	
Total Drug Court			227,590

Chancery Court

County Official/Administrative Officer	\$	85,566	
Deputy(ies)		127,758	
Part-time Personnel		29,203	
Overtime Pay		3,606	
Social Security		17,532	
Pensions		13,075	
Life Insurance		326	
Medical Insurance		45,337	
Dental Insurance		1,611	
Other Fringe Benefits		960	
Communication		48	
Dues and Memberships		997	
Maintenance Agreements		14,163	
Printing, Stationery, and Forms		3,581	
Rentals		135	
Travel		907	
Periodicals		579	
Other Supplies and Materials		816	
Premiums on Corporate Surety Bonds		350	
In Service/Staff Development		235	
Data Processing Equipment		3,197	
Total Chancery Court			349,982

(Continued)

Exhibit L-8

Roane County, Tennessee
Schedule of Detailed Expenditures -
All Governmental Fund Types (Cont.)

General Fund (Cont.)

Administration of Justice (Cont.)

Juvenile Court

Assistant(s)	\$	47,592	
Supervisor/Director		50,000	
Youth Service Officer(s)		119,264	
Attendants		8,232	
Overtime Pay		33,339	
Other Per Diem and Fees		6,075	
Social Security		18,593	
Pensions		13,185	
Life Insurance		348	
Medical Insurance		49,078	
Dental Insurance		1,719	
Other Fringe Benefits		2,046	
Communication		1,146	
Contracts with Private Agencies		4,000	
Dues and Memberships		175	
Evaluation and Testing		9,800	
Maintenance Agreements		4,005	
Maintenance and Repair Services - Buildings		4,987	
Maintenance and Repair Services - Office Equipment		3,015	
Maintenance and Repair Services - Vehicles		8,735	
Medical and Dental Services		2,061	
Printing, Stationery, and Forms		1,500	
Travel		4,750	
Other Contracted Services		293	
Data Processing Supplies		1,120	
Food Supplies		783	
Gasoline		5,955	
Prisoners Clothing		511	
Uniforms		1,902	
Premiums on Corporate Surety Bonds		534	
Other Charges		3,804	
Total Juvenile Court			\$ 408,547

Office of Public Defender

Supervisor/Director	\$	37,058	
Social Security		2,747	
Pensions		3,264	
Life Insurance		60	
Medical Insurance		6,868	
Dental Insurance		300	
Travel		3,429	
In Service/Staff Development		454	
Total Office of Public Defender			54,180

Other Administration of Justice

Jury and Witness Expense	\$	19,536	
Advertising		132	

(Continued)

Exhibit L-8

Roane County, Tennessee
Schedule of Detailed Expenditures -
All Governmental Fund Types (Cont.)

General Fund (Cont.)

Administration of Justice (Cont.)

Other Administration of Justice (Cont.)

Communication	\$	79	
Travel		248	
Food Supplies		3,897	
Total Other Administration of Justice			\$ 23,892

Public Safety

Sheriff's Department

County Official/Administrative Officer	\$	94,122	
Assistant(s)		70,000	
Deputy(ies)		1,375,771	
Salary Supplements		27,900	
Foremen		131,380	
Part-time Personnel		45,826	
School Resource Officer		230,915	
Overtime Pay		184,716	
Other Per Diem and Fees		21,688	
Social Security		156,782	
Pensions		80,783	
Life Insurance		2,800	
Medical Insurance		373,561	
Dental Insurance		14,109	
Other Fringe Benefits		12,713	
Communication		17,297	
Contracts with Government Agencies		48,687	
Dues and Memberships		3,250	
Legal Notices, Recording, and Court Costs		14	
Licenses		247	
Maintenance Agreements		74,726	
Maintenance and Repair Services - Vehicles		61,617	
Postal Charges		556	
Printing, Stationery, and Forms		3,527	
Travel		16,843	
Veterinary Services		145	
Other Contracted Services		7,899	
Animal Food and Supplies		1,205	
Diesel Fuel		2,903	
Electricity		2,937	
Gasoline		142,364	
Law Enforcement Supplies		34,374	
Library Books/Media		402	
Tires and Tubes		24,307	
Uniforms		19,453	
Other Supplies and Materials		8,821	
Premiums on Corporate Surety Bonds		2,341	
Refunds		195	
In Service/Staff Development		14,192	
Other Charges		7,714	
Data Processing Equipment		5,593	
Total Sheriff's Department			3,324,675

(Continued)

Roane County, Tennessee
Schedule of Detailed Expenditures -
All Governmental Fund Types (Cont.)

General Fund (Cont.)Public Safety (Cont.)Jail

Guards	\$	1,285,507	
Part-time Personnel		52,013	
Overtime Pay		131,721	
Other Per Diem and Fees		5,070	
Social Security		106,852	
Pensions		103,982	
Life Insurance		2,150	
Medical Insurance		270,816	
Dental Insurance		10,439	
Other Fringe Benefits		3,903	
Communication		483	
Maintenance Agreements		44,093	
Maintenance and Repair Services - Buildings		31,303	
Maintenance and Repair Services - Equipment		28,353	
Maintenance and Repair Services - Vehicles		3,827	
Medical and Dental Services		532,774	
Printing, Stationery, and Forms		878	
Travel		4,063	
Disposal Fees		6,116	
Custodial Supplies		63,131	
Electricity		66,208	
Food Preparation Supplies		1,512	
Food Supplies		326,972	
Gasoline		10,773	
Law Enforcement Supplies		2,221	
Library Books/Media		3,345	
Natural Gas		39,331	
Prisoners Clothing		36,172	
Tires and Tubes		952	
Uniforms		7,631	
Water and Sewer		132,614	
Other Supplies and Materials		4,969	
In Service/Staff Development		4,205	
Office Equipment		800	
Total Jail			\$ 3,325,179

Civil Defense

Assistant(s)	\$	68,528
Supervisor/Director		35,977
Salary Supplements		5,000
Part-time Personnel		23,922
Educational Incentive - Other County Employees		1,000
Overtime Pay		152
Other Per Diem and Fees		3,426
Social Security		11,441
Pensions		6,053
Life Insurance		161

(Continued)

Exhibit L-8

Roane County, Tennessee
Schedule of Detailed Expenditures -
All Governmental Fund Types (Cont.)

General Fund (Cont.)

Public Safety (Cont.)

Civil Defense (Cont.)

Medical Insurance	\$	14,964	
Dental Insurance		726	
Other Fringe Benefits		930	
Communication		9,328	
Contracts with Private Agencies		2,919	
Dues and Memberships		100	
Operating Lease Payments		21,600	
Maintenance Agreements		20,195	
Maintenance and Repair Services - Buildings		2,536	
Maintenance and Repair Services - Equipment		1,245	
Maintenance and Repair Services - Office Equipment		2,195	
Maintenance and Repair Services - Vehicles		3,812	
Postal Charges		126	
Travel		355	
Custodial Supplies		6	
Diesel Fuel		5,205	
Electricity		425	
Gasoline		2,637	
Instructional Supplies and Materials		425	
Office Supplies		1,578	
Small Tools		609	
Tires and Tubes		699	
Uniforms		1,066	
Water and Sewer		393	
Other Supplies and Materials		10,241	
In Service/Staff Development		967	
Other Charges		5,970	
Furniture and Fixtures		1,726	
Total Civil Defense			\$ 268,638

Other Emergency Management

Contracts with Government Agencies	\$	418,481	
Total Other Emergency Management			418,481

County Coroner/Medical Examiner

Contracts with Private Agencies	\$	31,900	
Other Charges		57,420	
Total County Coroner/Medical Examiner			89,320

Public Health and Welfare

Local Health Center

Maintenance Personnel	\$	34,767	
Part-time Personnel		10,136	
Other Per Diem and Fees		349	
Social Security		3,371	
Pensions		1,762	
Life Insurance		66	

(Continued)

Roane County, Tennessee
Schedule of Detailed Expenditures -
All Governmental Fund Types (Cont.)

General Fund (Cont.)

Public Health and Welfare (Cont.)

Local Health Center (Cont.)

Medical Insurance	\$	7,485	
Dental Insurance		327	
Other Fringe Benefits		480	
Communication		7,622	
Dues and Memberships		590	
Maintenance Agreements		5,321	
Maintenance and Repair Services - Buildings		4,629	
Maintenance and Repair Services - Equipment		1,374	
Postal Charges		14	
Travel		919	
Disposal Fees		1,039	
Custodial Supplies		1,820	
Drugs and Medical Supplies		1,971	
Electricity		32,265	
Gasoline		572	
Natural Gas		5,610	
Office Supplies		4,300	
Periodicals		247	
Water and Sewer		2,281	
In Service/Staff Development		1,220	
Other Charges		2,914	
Other Equipment		674	
Total Local Health Center			\$ 134,125

Other Local Health Services

Assistant(s)	\$	61,776	
Medical Personnel		68,839	
Social Security		8,727	
Pensions		9,610	
Life Insurance		298	
Medical Insurance		31,963	
Dental Insurance		1,471	
Other Fringe Benefits		960	
Travel		2,936	
Liability Insurance		545	
Workers' Compensation Insurance		2,760	
Other Charges		3,963	
Total Other Local Health Services			193,848

Appropriation to State

Other Contracted Services	\$	51,601	
Other Charges		455	
Total Appropriation to State			52,056

Other Local Welfare Services

Contributions	\$	100,200	
Other Capital Outlay		11,000	
Total Other Local Welfare Services			111,200

(Continued)

Exhibit L-8

Roane County, Tennessee
Schedule of Detailed Expenditures -
All Governmental Fund Types (Cont.)

General Fund (Cont.)

Social, Cultural, and Recreational Services

Libraries

Contributions	\$	10,000	
Total Libraries			\$ 10,000

Parks and Fair Boards

Assistant(s)	\$	58,410	
Supervisor/Director		56,400	
Part-time Personnel		78,519	
Overtime Pay		6,808	
Other Per Diem and Fees		3,416	
Social Security		15,530	
Pensions		7,564	
Life Insurance		187	
Medical Insurance		8,102	
Dental Insurance		872	
Other Fringe Benefits		960	
Communication		3,069	
Licenses		26	
Maintenance Agreements		235	
Maintenance and Repair Services - Buildings		44,101	
Maintenance and Repair Services - Equipment		14,651	
Maintenance and Repair Services - Vehicles		2,547	
Rentals		2,858	
Travel		93	
Disposal Fees		5,189	
Other Contracted Services		33,017	
Custodial Supplies		5,091	
Electricity		48,024	
Food Supplies		571	
Gasoline		16,908	
Office Supplies		52	
Propane Gas		460	
Tires and Tubes		966	
Uniforms		1,347	
Vehicle Parts		4,650	
Water and Sewer		13,297	
Other Charges		15,519	
Data Processing Equipment		1,080	
Total Parks and Fair Boards			450,519

Agriculture and Natural Resources

Agricultural Extension Service

Contracts with Government Agencies	\$	62,032	
Maintenance Agreements		937	
Total Agricultural Extension Service			62,969

Soil Conservation

Supervisor/Director	\$	27,434	
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(Continued)

Exhibit L-8

Roane County, Tennessee
Schedule of Detailed Expenditures -
All Governmental Fund Types (Cont.)

General Fund (Cont.)

Agriculture and Natural Resources (Cont.)

Soil Conservation (Cont.)

Part-time Personnel	\$	11,805	
Social Security		2,951	
Pensions		1,371	
Life Insurance		66	
Medical Insurance		7,485	
Dental Insurance		327	
Contracts with Private Agencies		3,200	
Total Soil Conservation	\$		54,639

Other Operations

Industrial Development

Contracts with Other Public Agencies	\$	130,000	
Contributions		402,250	
Dues and Memberships		200	
Other Charges		3,600	
Total Industrial Development			536,050

Veterans' Services

Part-time Personnel	\$	46,220	
Other Per Diem and Fees		554	
Social Security		3,577	
Dues and Memberships		607	
Travel		1,450	
Other Charges		2,350	
Total Veterans' Services			54,758

Contributions to Other Agencies

Other Charges	\$	2,032	
Total Contributions to Other Agencies			2,032

Employee Benefits

Medical Insurance	\$	56,437	
Total Employee Benefits			56,437

Miscellaneous

Advertising	\$	228	
Contracts with Government Agencies		35,589	
Dues and Memberships		15,938	
Legal Services		100,890	
Pauper Burials		800	
Postal Charges		93,623	
Printing, Stationery, and Forms		13,386	
Rentals		2,194	
Duplicating Supplies		6,433	
Office Supplies		22,239	
Trustee's Commission		236,869	
Other Charges		21,316	
Total Miscellaneous			549,505

Total General Fund \$ 16,984,627

(Continued)

Roane County, Tennessee
Schedule of Detailed Expenditures -
All Governmental Fund Types (Cont.)

Solid Waste/Sanitation Fund

Public Health and Welfare

Convenience Centers

Foremen	\$	8,011	
Part-time Personnel		298,815	
Overtime Pay		698	
Other Salaries and Wages		72,414	
Social Security		28,955	
Pensions		5,869	
Life Insurance		177	
Medical Insurance		19,950	
Dental Insurance		872	
Other Fringe Benefits		480	
Communication		837	
Maintenance and Repair Services - Buildings		105	
Maintenance and Repair Services - Equipment		11,970	
Maintenance and Repair Services - Vehicles		2,501	
Postal Charges		138	
Disposal Fees		498,825	
Concrete		941	
Crushed Stone		398	
Diesel Fuel		6,992	
Electricity		11,266	
Fertilizer, Lime, and Seed		1,150	
Gasoline		1,095	
Road Signs		1,467	
Other Supplies and Materials		1,559	
Liability Insurance		1,784	
Trustee's Commission		11,364	
Workers' Compensation Insurance		11,160	
Other Charges		628	
Other Equipment		1,542	
Total Convenience Centers			\$ 1,001,963

Total Solid Waste/Sanitation Fund \$ 1,001,963

Ambulance Service Fund

Public Health and Welfare

Ambulance/Emergency Medical Services

Supervisor/Director	\$	67,321
Clerical Personnel		65,823
Attendants		714,296
Educational Incentive - Other County Employees		1,000
Overtime Pay		457,371
Other Per Diem and Fees		1,200
Social Security		94,549
Pensions		64,972
Life Insurance		1,686
Medical Insurance		209,283
Dental Insurance		8,335

(Continued)

Roane County, Tennessee
Schedule of Detailed Expenditures -
All Governmental Fund Types (Cont.)

Ambulance Service Fund (Cont.)

Public Health and Welfare (Cont.)

Ambulance/Emergency Medical Services (Cont.)

Other Fringe Benefits	\$ 4,620	
Communication	14,362	
Contracts with Government Agencies	59,000	
Contracts with Private Agencies	151,415	
Dues and Memberships	500	
Licenses	2,400	
Maintenance Agreements	6,961	
Maintenance and Repair Services - Buildings	6,703	
Maintenance and Repair Services - Equipment	9,074	
Maintenance and Repair Services - Vehicles	41,522	
Medical and Dental Services	38	
Postal Charges	322	
Printing, Stationery, and Forms	1,712	
Travel	690	
Disposal Fees	8,524	
Custodial Supplies	3,136	
Data Processing Supplies	111	
Diesel Fuel	35,674	
Drugs and Medical Supplies	89,141	
Electricity	10,823	
Food Supplies	281	
Gasoline	54,083	
Instructional Supplies and Materials	133	
Natural Gas	2,400	
Uniforms	14,397	
Water and Sewer	4,372	
Other Supplies and Materials	5,928	
Building and Contents Insurance	2,171	
Liability Insurance	4,571	
Trustee's Commission	28,325	
Vehicle and Equipment Insurance	16,438	
Workers' Compensation Insurance	128,568	
In Service/Staff Development	16,850	
Fines, Assessments, and Penalties	50,241	
Total Ambulance/Emergency Medical Services	\$ 2,461,322	
Total Ambulance Service Fund		\$ 2,461,322

Special Purpose Fund

Public Safety

Fire Prevention and Control

Assistant(s)	\$ 59,614
Supervisor/Director	35,311
Overtime Pay	19,804
Social Security	8,322
Pensions	7,914
Life Insurance	182

(Continued)

Roane County, Tennessee
Schedule of Detailed Expenditures -
All Governmental Fund Types (Cont.)

Special Purpose Fund (Cont.)

Public Safety (Cont.)

Fire Prevention and Control (Cont.)

Medical Insurance	\$	23,407	
Dental Insurance		899	
Other Fringe Benefits		720	
Contracts with Government Agencies		2,000	
Contributions		120,000	
Maintenance and Repair Services - Buildings		50	
Maintenance and Repair Services - Equipment		121	
Propane Gas		2,017	
Small Tools		5,422	
Uniforms		568	
Other Supplies and Materials		115	
Liability Insurance		835	
Trustee's Commission		7,409	
Workers' Compensation Insurance		17,040	
Data Processing Equipment		280	
Other Equipment		54,200	
Other Capital Outlay		80,000	
Total Fire Prevention and Control			\$ 446,230

Public Health and Welfare

Rabies and Animal Control

Supervisor/Director	\$	43,816
Deputy(ies)		66,220
Attendants		47,684
Part-time Personnel		11,764
Other Per Diem and Fees		1,934
Social Security		12,013
Pensions		11,596
Life Insurance		325
Medical Insurance		44,614
Dental Insurance		1,607
Other Fringe Benefits		40
Communication		3,116
Licenses		285
Maintenance and Repair Services - Equipment		1,884
Maintenance and Repair Services - Vehicles		185
Postal Charges		99
Printing, Stationery, and Forms		630
Travel		2,241
Disposal Fees		638
Other Contracted Services		4,581
Animal Food and Supplies		1,270
Custodial Supplies		1,024
Data Processing Supplies		480
Drugs and Medical Supplies		2,287
Electricity		7,645
Gasoline		5,510

(Continued)

Roane County, Tennessee
Schedule of Detailed Expenditures -
All Governmental Fund Types (Cont.)

Special Purpose Fund (Cont.)

Public Health and Welfare (Cont.)

Rabies and Animal Control (Cont.)

Natural Gas	\$	2,743	
Office Supplies		1,005	
Tires and Tubes		987	
Uniforms		2,313	
Water and Sewer		6,200	
Other Supplies and Materials		7,078	
Building and Contents Insurance		765	
Liability Insurance		1,110	
Trustee's Commission		4,940	
Vehicle and Equipment Insurance		1,512	
Workers' Compensation Insurance		3,120	
In Service/Staff Development		2,368	
Other Charges		5,000	
Total Rabies and Animal Control			\$ 312,629

Total Special Purpose Fund \$ 758,859

Drug Control Fund

Public Safety

Sheriff's Department

Communication	\$	1,632	
Licenses		1,495	
Maintenance Agreements		2,219	
Maintenance and Repair Services - Vehicles		310	
Travel		926	
Tires and Tubes		201	
Other Supplies and Materials		930	
Trustee's Commission		445	
In Service/Staff Development		285	
Other Charges		5,545	
Total Sheriff's Department			\$ 13,988

Total Drug Control Fund 13,988

Other Special Revenue Fund

Public Health and Welfare

Recycling Center

Assistant(s)	\$	25,711	
Supervisor/Director		55,316	
Other Salaries and Wages		159,273	
Other Per Diem and Fees		1,513	
Social Security		17,175	
Pensions		14,758	
Life Insurance		480	
Medical Insurance		47,659	
Dental Insurance		2,370	
Other Fringe Benefits		1,780	

(Continued)

Roane County, Tennessee
Schedule of Detailed Expenditures -
All Governmental Fund Types (Cont.)

Other Special Revenue Fund (Cont.)

Public Health and Welfare (Cont.)

Recycling Center (Cont.)

Communication	\$	3,538	
Contracts with Government Agencies		3,100	
Contracts with Private Agencies		36,132	
Dues and Memberships		223	
Licenses		70	
Maintenance Agreements		2,371	
Maintenance and Repair Services - Buildings		9,900	
Maintenance and Repair Services - Equipment		40,184	
Maintenance and Repair Services - Vehicles		1,645	
Towing Services		200	
Travel		658	
Disposal Fees		154,286	
Crushed Stone		1,775	
Custodial Supplies		643	
Diesel Fuel		27,782	
Drugs and Medical Supplies		199	
Electricity		13,227	
Food Supplies		60	
Gasoline		1,977	
Office Supplies		769	
Road Signs		1,614	
Tires and Tubes		11,197	
Uniforms		3,496	
Water and Sewer		7,531	
Other Supplies and Materials		3,222	
Building and Contents Insurance		5,814	
Liability Insurance		3,545	
Trustee's Commission		11,484	
Vehicle and Equipment Insurance		12,852	
Workers' Compensation Insurance		5,000	
In Service/Staff Development		545	
Other Charges		18,294	
Motor Vehicles		26,950	
Total Recycling Center			\$ 736,318

Postclosure Care Costs

Engineering Services	\$	17,575	
Permits		1,000	
Contracts for Postclosure Care Costs		28,457	
Electricity		1,374	
Fertilizer, Lime, and Seed		4,200	
Total Postclosure Care Costs			<u>52,606</u>

Total Other Special Revenue Fund \$ 788,924

(Continued)

Roane County, Tennessee
Schedule of Detailed Expenditures -
All Governmental Fund Types (Cont.)

Constitutional Officers - Fees Fund

Finance

County Trustee's Office

Constitutional Officers' Operating Expenses	\$ 144	
Total County Trustee's Office		\$ 144

County Clerk's Office

Constitutional Officers' Operating Expenses	\$ 232	
Total County Clerk's Office		232

Administration of Justice

Chancery Court

Constitutional Officers' Operating Expenses	\$ 527	
Total Chancery Court		<u>527</u>

Total Constitutional Officers - Fees Fund \$ 903

Highway/Public Works Fund

Highways

Administration

County Official/Administrative Officer	\$ 94,122	
Assistant(s)	145,164	
Other Per Diem and Fees	2,328	
Social Security	17,988	
Pensions	12,174	
Life Insurance	256	
Medical Insurance	20,589	
Dental Insurance	1,266	
Other Fringe Benefits	1,856	
Dues and Memberships	3,726	
Maintenance and Repair Services - Buildings	2,780	
Postal Charges	162	
Printing, Stationery, and Forms	420	
Travel	754	
Other Contracted Services	275	
Drugs and Medical Supplies	1,318	
Office Supplies	1,163	
In Service/Staff Development	775	
Office Equipment	<u>2,142</u>	
Total Administration		\$ 309,258

Highway and Bridge Maintenance

Equipment Operators	\$ 498,662
Part-time Personnel	113,832
Overtime Pay	55,162
Other Per Diem and Fees	3,740
Social Security	48,539
Pensions	34,323
Life Insurance	1,068
Medical Insurance	134,817

(Continued)

Roane County, Tennessee
Schedule of Detailed Expenditures -
All Governmental Fund Types (Cont.)

Highway/Public Works Fund (Cont.)

Highways (Cont.)

Highway and Bridge Maintenance (Cont.)

Dental Insurance	\$	5,278	
Unemployment Compensation		7,092	
Other Fringe Benefits		1,590	
Contracts with Private Agencies		180,394	
Engineering Services		2,020	
Asphalt - Hot Mix		803,612	
Concrete		10,000	
Crushed Stone		35,528	
Pipe		29,266	
Road Signs		44,153	
Salt		8,224	
Structural Steel		595	
Other Supplies and Materials		2,250	
Total Highway and Bridge Maintenance			\$ 2,020,145

Operation and Maintenance of Equipment

Mechanic(s)	\$	112,973	
Overtime Pay		1,603	
Other Per Diem and Fees		720	
Social Security		7,967	
Pensions		5,812	
Life Insurance		198	
Medical Insurance		21,006	
Dental Insurance		981	
Other Fringe Benefits		960	
Maintenance and Repair Services - Equipment		20,687	
Maintenance and Repair Services - Vehicles		1,818	
Rentals		3,929	
Towing Services		1,200	
Custodial Supplies		1,079	
Diesel Fuel		52,806	
Drugs and Medical Supplies		139	
Equipment and Machinery Parts		135,884	
Garage Supplies		25,955	
Gasoline		48,434	
Lubricants		6,868	
Tires and Tubes		36,292	
Uniforms		9,964	
Total Operation and Maintenance of Equipment			497,275

Traffic Control

Maintenance Personnel	\$	28,642	
Overtime Pay		207	
Other Per Diem and Fees		354	
Social Security		2,110	
Pensions		1,479	
Life Insurance		66	

(Continued)

Exhibit L-8

Roane County, Tennessee
Schedule of Detailed Expenditures -
All Governmental Fund Types (Cont.)

Highway/Public Works Fund (Cont.)

Highways (Cont.)

Traffic Control (Cont.)

Medical Insurance	\$	7,011	
Dental Insurance		327	
Other Fringe Benefits		480	
Road Signs		454	
Traffic Control Equipment		1,800	
Total Traffic Control			\$ 42,930

Litter and Trash Collection

Supervisor/Director	\$	4,185	
Laborers		73	
Social Security		327	
Pensions		213	
Life Insurance		5	
Medical Insurance		471	
Dental Insurance		21	
Other Fringe Benefits		35	
Food Supplies		112	
Other Charges		19,103	
Total Litter and Trash Collection			24,545

Other Charges

Communication	\$	16,715	
Licenses		82	
Maintenance Agreements		1,500	
Disposal Fees		1,036	
Electricity		6,688	
Food Supplies		1,853	
Natural Gas		5,048	
Water and Sewer		1,966	
Building and Contents Insurance		7,904	
Liability Insurance		29,291	
Trustee's Commission		50,654	
Vehicle and Equipment Insurance		35,189	
Total Other Charges			157,926

Employee Benefits

Medical Insurance	\$	17,086	
Workers' Compensation Insurance		63,720	
Total Employee Benefits			80,806

Total Highway/Public Works Fund \$ 3,132,885

General Debt Service Fund

Principal on Debt

General Government

Principal on Bonds	\$	2,130,000	
Total General Government			\$ 2,130,000

(Continued)

Roane County, Tennessee
Schedule of Detailed Expenditures -
All Governmental Fund Types (Cont.)

General Debt Service Fund (Cont.)

Principal on Debt (Cont.)

Education

Principal on Other Loans	\$ 98,316	
Total Education		\$ 98,316

Interest on Debt

General Government

Interest on Bonds	\$ 754,736	
Interest on Other Loans	35,437	
Total General Government		790,173

Other Debt Service

General Government

Contracts with Private Agencies	\$ 2,000	
Legal Notices, Recording, and Court Costs	258	
Trustee's Commission	63,814	
Other Debt Service	25,180	
Total General Government		91,252

Highways and Streets

Other Debt Issuance Charges	\$ 60,000	
Total Highways and Streets		60,000

Total General Debt Service Fund \$ 3,169,741

Rural Debt Service Fund

Principal on Debt

Education

Principal on Bonds	\$ 1,497,000	
Total Education		\$ 1,497,000

Interest on Debt

Education

Interest on Bonds	\$ 107,715	
Total Education		107,715

Other Debt Service

Education

Trustee's Commission	\$ 28,834	
Total Education		28,834

Total Rural Debt Service Fund 1,633,549

Education Debt Service Fund

Principal on Debt

Education

Principal on Bonds	\$ 280,000	
Total Education		\$ 280,000

(Continued)

Roane County, Tennessee
Schedule of Detailed Expenditures -
All Governmental Fund Types (Cont.)

Education Debt Service Fund (Cont.)

Interest on Debt

Education

Interest on Bonds	\$ 23,695	
Total Education		\$ 23,695

Other Debt Service

Education

Contracts with Private Agencies	\$ 1,597	
Trustee's Commission	4,400	
Total Education		<u>5,997</u>

Total Education Debt Service Fund		\$ 309,692
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General Capital Projects Fund

Capital Projects

General Administration Projects

Trustee's Commission	\$ 15,217	
Building Improvements	9,524	
Data Processing Equipment	50,655	
Land	85,921	
Other Equipment	7,843	
Total General Administration Projects		\$ 169,160

Administration of Justice Projects

Building Purchases	\$ 27,700	
Total Administration of Justice Projects		27,700

Public Safety Projects

Maintenance and Repair Services - Buildings	\$ 1,824	
Water and Sewer	1,193	
Communication Equipment	2,905	
Data Processing Equipment	19,100	
Land	514,639	
Motor Vehicles	631,284	
Building Purchases	258,000	
Other Equipment	104,445	
Total Public Safety Projects		1,533,390

Public Health and Welfare Projects

Building Improvements	\$ 269,463	
Data Processing Equipment	2,196	
Motor Vehicles	185,992	
Site Development	4,635	
Total Public Health and Welfare Projects		462,286

Social, Cultural, and Recreation Projects

Engineering Services	\$ 16,301	
Building Improvements	35,000	
Maintenance Equipment	23,433	

(Continued)

Exhibit L-8

Roane County, Tennessee
Schedule of Detailed Expenditures -
All Governmental Fund Types (Cont.)

General Capital Projects Fund (Cont.)

Capital Projects (Cont.)

Social, Cultural, and Recreation Projects (Cont.)

Site Development	\$	57,950	
Other Equipment		29,260	
Other Construction		11,284	
Total Social, Cultural, and Recreation Projects			\$ 173,228

Education Capital Projects

Bank Charges	\$	17	
Contributions		62,791	
Underwriter's Discount		64,604	
Other Debt Issuance Charges		69,995	
Total Education Capital Projects			197,407

Total General Capital Projects Fund \$ 2,563,171

Highway Capital Projects Fund

Capital Projects

Highway and Street Capital Projects

Contracts with Private Agencies	\$	205,087	
Engineering Services		111,863	
Asphalt - Hot Mix		169,974	
Crushed Stone		99,054	
Equipment and Machinery Parts		438	
Road Signs		3,334	
Trustee's Commission		65	
Bridge Construction		393,834	
Building Improvements		10,430	
Highway Equipment		74,759	
Motor Vehicles		44,531	
Total Highway and Street Capital Projects			\$ 1,113,369

Total Highway Capital Projects Fund 1,113,369

Total Governmental Funds - Primary Government \$ 33,932,993

Exhibit L-9

Roane County, Tennessee
 Schedule of Detailed Expenditures -
All Governmental Fund Types
 Discretely Presented Roane County School Department
 For the Year Ended June 30, 2019

General Purpose School Fund

Instruction

Regular Instruction Program

Teachers	\$ 17,590,364	
Career Ladder Program	90,300	
Career Ladder Extended Contracts	67,450	
Homebound Teachers	4,256	
Educational Assistants	674,559	
Bonus Payments	151,625	
Other Salaries and Wages	92,737	
Certified Substitute Teachers	122,024	
Non-certified Substitute Teachers	127,785	
Social Security	1,103,571	
Pensions	1,769,670	
Life Insurance	12,232	
Medical Insurance	3,232,655	
Dental Insurance	130,476	
Unemployment Compensation	1,944	
Local Retirement	153,699	
Employer Medicare	259,742	
Other Contracted Services	220,504	
Instructional Supplies and Materials	217,582	
Textbooks - Bound	547,316	
Fee Waivers	1,348	
Regular Instruction Equipment	477,041	
Total Regular Instruction Program		\$ 27,048,880

Alternative Instruction Program

Teachers	\$ 115,030	
Career Ladder Program	1,000	
Educational Assistants	17,146	
Bonus Payments	500	
Certified Substitute Teachers	450	
Non-certified Substitute Teachers	1,628	
Social Security	7,193	
Pensions	9,627	
Life Insurance	92	
Medical Insurance	9,775	
Dental Insurance	1,078	
Local Retirement	1,000	
Employer Medicare	1,934	
Instructional Supplies and Materials	1,975	
Total Alternative Instruction Program		168,428

Special Education Program

Teachers	\$ 2,619,992
Career Ladder Program	12,000
Homebound Teachers	5,338
Educational Assistants	402,318

(Continued)

Exhibit L-9

Roane County, Tennessee
Schedule of Detailed Expenditures -
All Governmental Fund Types
Discretely Presented Roane County School Department (Cont.)

General Purpose School Fund (Cont.)

Instruction (Cont.)

Special Education Program (Cont.)

Speech Pathologist	\$	296,808	
Bonus Payments		23,825	
Certified Substitute Teachers		15,968	
Non-certified Substitute Teachers		15,365	
Social Security		195,721	
Pensions		295,001	
Life Insurance		2,604	
Medical Insurance		610,493	
Dental Insurance		28,413	
Unemployment Compensation		3,779	
Local Retirement		30,620	
Employer Medicare		46,224	
Contracts with Private Agencies		60,431	
Instructional Supplies and Materials		21,619	
Other Supplies and Materials		659	
Other Charges		1,305	
Special Education Equipment		12,387	
Total Special Education Program			\$ 4,700,870

Career and Technical Education Program

Teachers	\$	1,140,184	
Career Ladder Program		4,000	
Bonus Payments		10,800	
Certified Substitute Teachers		8,655	
Non-certified Substitute Teachers		12,748	
Social Security		67,702	
Pensions		110,901	
Life Insurance		792	
Medical Insurance		255,339	
Dental Insurance		8,855	
Local Retirement		10,000	
Employer Medicare		15,834	
Other Contracted Services		4,424	
Instructional Supplies and Materials		38,949	
Textbooks - Bound		23,983	
Other Supplies and Materials		4,467	
Vocational Instruction Equipment		105,041	
Total Career and Technical Education Program			1,822,674

Support Services

Attendance

Supervisor/Director	\$	19,563	
Other Salaries and Wages		47,448	
Social Security		2,844	
Pensions		2,278	
Life Insurance		33	

(Continued)

Exhibit L-9

Roane County, Tennessee
Schedule of Detailed Expenditures -
All Governmental Fund Types
Discretely Presented Roane County School Department (Cont.)

General Purpose School Fund (Cont.)

Support Services (Cont.)

Attendance (Cont.)

Medical Insurance	\$	7,091	
Dental Insurance		385	
Local Retirement		500	
Employer Medicare		962	
Other Contracted Services		18,830	
Other Supplies and Materials		1,602	
In Service/Staff Development		884	
Attendance Equipment		1,665	
Total Attendance			\$ 104,085

Health Services

Supervisor/Director	\$	66,139	
Medical Personnel		351,108	
Clerical Personnel		11,590	
Bonus Payments		500	
Social Security		24,834	
Pensions		27,240	
Life Insurance		327	
Medical Insurance		76,833	
Dental Insurance		3,080	
Local Retirement		3,200	
Employer Medicare		5,808	
Travel		332	
Other Contracted Services		11,304	
Drugs and Medical Supplies		11,977	
Other Supplies and Materials		25,011	
In Service/Staff Development		6,047	
Other Charges		500	
Other Equipment		1,506	
Total Health Services			627,336

Other Student Support

Career Ladder Program	\$	2,000	
Guidance Personnel		874,925	
Clerical Personnel		3,863	
Bonus Payments		8,500	
Other Salaries and Wages		281,100	
Social Security		68,792	
Pensions		97,081	
Life Insurance		805	
Medical Insurance		179,963	
Dental Insurance		7,392	
Local Retirement		10,450	
Employer Medicare		16,088	
Contracts with Government Agencies		231,000	
Evaluation and Testing		24,267	

(Continued)

Exhibit L-9

Roane County, Tennessee
Schedule of Detailed Expenditures -
All Governmental Fund Types
Discretely Presented Roane County School Department (Cont.)

General Purpose School Fund (Cont.)

Support Services (Cont.)

Other Student Support (Cont.)

Travel	\$	1,475	
Other Contracted Services		32,473	
Other Supplies and Materials		5,118	
In Service/Staff Development		5,274	
Other Charges		19,774	
Other Equipment		1,199	
Total Other Student Support			\$ 1,871,539

Regular Instruction Program

Supervisor/Director	\$	223,853	
Career Ladder Program		9,500	
Librarians		768,930	
Education Media Personnel		110,536	
Secretary(ies)		15,877	
Bonus Payments		9,250	
Other Salaries and Wages		131,999	
Social Security		71,320	
Pensions		107,393	
Life Insurance		594	
Medical Insurance		199,521	
Dental Insurance		6,545	
Unemployment Compensation		60	
Local Retirement		9,500	
Employer Medicare		17,461	
Dues and Memberships		811	
Travel		4,166	
Other Contracted Services		91,059	
Library Books/Media		93,355	
Other Supplies and Materials		13,151	
In Service/Staff Development		14,948	
Other Charges		594	
Other Equipment		9,157	
Total Regular Instruction Program			1,909,580

Alternative Instruction Program

Supervisor/Director	\$	80,407	
Career Ladder Program		1,000	
Secretary(ies)		12,954	
Bonus Payments		500	
Social Security		5,718	
Pensions		9,214	
Life Insurance		50	
Medical Insurance		16,420	
Dental Insurance		578	
Local Retirement		500	
Employer Medicare		1,337	

(Continued)

Exhibit L-9

Roane County, Tennessee
Schedule of Detailed Expenditures -
All Governmental Fund Types
Discretely Presented Roane County School Department (Cont.)

General Purpose School Fund (Cont.)

Support Services (Cont.)

Alternative Instruction Program (Cont.)

Travel	\$	25	
Other Supplies and Materials		1,450	
Total Alternative Instruction Program			\$ 130,153

Special Education Program

Supervisor/Director	\$	90,452	
Career Ladder Program		4,000	
Psychological Personnel		240,447	
Clerical Personnel		48,318	
Bonus Payments		2,300	
Other Salaries and Wages		349,502	
Social Security		43,256	
Pensions		56,716	
Life Insurance		825	
Medical Insurance		113,050	
Dental Insurance		8,085	
Unemployment Compensation		2,302	
Local Retirement		5,882	
Employer Medicare		10,120	
Maintenance and Repair Services - Equipment		7,470	
Travel		6,405	
Other Contracted Services		75,862	
Other Supplies and Materials		306	
In Service/Staff Development		1,235	
Total Special Education Program			1,066,533

Career and Technical Education Program

Supervisor/Director	\$	85,935	
Secretary(ies)		30,576	
Bonus Payments		1,000	
Other Salaries and Wages		62,857	
Social Security		10,243	
Pensions		17,197	
Life Insurance		99	
Medical Insurance		46,579	
Dental Insurance		1,155	
Local Retirement		1,000	
Employer Medicare		2,396	
Travel		9,126	
Other Supplies and Materials		4,622	
In Service/Staff Development		1,437	
Other Charges		4,388	
Total Career and Technical Education Program			278,610

Technology

Supervisor/Director	\$	68,243	
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(Continued)

Exhibit L-9

Roane County, Tennessee
Schedule of Detailed Expenditures -
All Governmental Fund Types
Discretely Presented Roane County School Department (Cont.)

General Purpose School Fund (Cont.)

Support Services (Cont.)

Technology (Cont.)

Instructional Computer Personnel	\$	249,810	
Secretary(ies)		37,398	
Social Security		20,932	
Pensions		18,630	
Life Insurance		238	
Medical Insurance		42,677	
Dental Insurance		2,695	
Local Retirement		1,500	
Employer Medicare		4,895	
Dues and Memberships		30	
Internet Connectivity		86,754	
Other Contracted Services		126,319	
Cabling		3,590	
Software		51,800	
Other Supplies and Materials		19,696	
In Service/Staff Development		3,950	
Administration Equipment		6,435	
Other Equipment		78,621	
Total Technology			\$ 824,213

Other Programs

On-behalf Payments to OPEB	\$	313,085	
Total Other Programs			313,085

Board of Education

Secretary to Board	\$	4,245	
Board and Committee Members Fees		58,341	
Social Security		3,880	
Pensions		1,279	
Employer Medicare		907	
On-behalf Payments to OPEB		177,912	
Audit Services		21,100	
Dues and Memberships		32,746	
Legal Services		5,549	
Other Contracted Services		6,540	
Liability Insurance		61,726	
Premiums on Corporate Surety Bonds		223	
Trustee's Commission		381,455	
Workers' Compensation Insurance		144,300	
In Service/Staff Development		16,782	
Refund to Applicant for Criminal Investigation		2,318	
Other Charges		2,816	
Total Board of Education			922,119

Director of Schools

County Official/Administrative Officer	\$	95,385	
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(Continued)

Exhibit L-9

Roane County, Tennessee
Schedule of Detailed Expenditures -
All Governmental Fund Types
Discretely Presented Roane County School Department (Cont.)

General Purpose School Fund (Cont.)

Support Services (Cont.)

Director of Schools (Cont.)

Career Ladder Program	\$	1,000	
Secretary(ies)		82,226	
Social Security		10,570	
Pensions		5,140	
Life Insurance		66	
Medical Insurance		27,176	
Dental Insurance		770	
Local Retirement		500	
Employer Medicare		2,472	
Communication		25,563	
Dues and Memberships		3,554	
Postal Charges		6,609	
Office Supplies		1,423	
In Service/Staff Development		1,337	
Other Charges		6,734	
Total Director of Schools			\$ 270,525

Office of the Principal

Principals	\$	1,284,429	
Career Ladder Program		8,500	
Assistant Principals		857,086	
Secretary(ies)		1,067,775	
Bonus Payments		13,850	
Social Security		187,468	
Pensions		278,522	
Life Insurance		2,119	
Medical Insurance		576,746	
Dental Insurance		23,485	
Local Retirement		24,320	
Employer Medicare		44,087	
Communication		12,573	
Dues and Memberships		1,700	
Travel		4,094	
Other Contracted Services		9,108	
Other Supplies and Materials		2,449	
In Service/Staff Development		20,154	
Other Charges		1,018	
Administration Equipment		24,742	
Total Office of the Principal			4,444,225

Fiscal Services

Supervisor/Director	\$	89,387	
Accountants/Bookkeepers		179,141	
Other Salaries and Wages		1,346	
Social Security		16,020	
Pensions		13,645	

(Continued)

Exhibit L-9

Roane County, Tennessee
 Schedule of Detailed Expenditures -
All Governmental Fund Types
 Discretely Presented Roane County School Department (Cont.)

General Purpose School Fund (Cont.)

Support Services (Cont.)

Fiscal Services (Cont.)

Life Insurance	\$	162	
Medical Insurance		34,267	
Dental Insurance		1,886	
Local Retirement		1,950	
Employer Medicare		3,753	
Dues and Memberships		230	
Travel		88	
Other Contracted Services		8,887	
Other Supplies and Materials		5,900	
In Service/Staff Development		629	
Other Charges		3,809	
Administration Equipment		1,554	
Total Fiscal Services			\$ 362,654

Human Services/Personnel

Supervisor/Director	\$	19,563	
Employer Medicare		284	
Advertising		746	
Other Contracted Services		155	
Total Human Services/Personnel			20,748

Operation of Plant

Custodial Personnel	\$	24,402	
Social Security		1,491	
Pensions		1,220	
Life Insurance		33	
Medical Insurance		6,639	
Dental Insurance		385	
Employer Medicare		349	
Janitorial Services		1,272,571	
Licenses		2,125	
Pest Control		9,840	
Rentals		960	
Disposal Fees		39,031	
Other Contracted Services		19,970	
Custodial Supplies		81,658	
Electricity		1,629,244	
Natural Gas		292,656	
Water and Sewer		339,054	
Other Supplies and Materials		24,930	
Building and Contents Insurance		122,001	
Other Charges		90,412	
Total Operation of Plant			3,958,971

Maintenance of Plant

Supervisor/Director	\$	101,297	
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(Continued)

Exhibit L-9

Roane County, Tennessee
Schedule of Detailed Expenditures -
All Governmental Fund Types
Discretely Presented Roane County School Department (Cont.)

General Purpose School Fund (Cont.)

Support Services (Cont.)

Maintenance of Plant (Cont.)

Maintenance Personnel	\$	486,830	
Social Security		34,732	
Pensions		31,184	
Life Insurance		422	
Medical Insurance		97,815	
Dental Insurance		5,082	
Local Retirement		2,750	
Employer Medicare		8,123	
Communication		9,910	
Maintenance and Repair Services - Buildings		36,824	
Maintenance and Repair Services - Equipment		55,672	
Other Contracted Services		42,064	
Other Supplies and Materials		86,001	
Other Charges		2,336	
Administration Equipment		54,023	
Maintenance Equipment		1,862	
Other Equipment		3,167	
Total Maintenance of Plant			\$ 1,060,094

Transportation

Bus Drivers	\$	120,721	
Other Salaries and Wages		44,834	
Social Security		9,094	
Pensions		6,801	
Life Insurance		33	
Medical Insurance		7,091	
Dental Insurance		385	
Local Retirement		1,345	
Employer Medicare		2,354	
Contracts with Parents		3,752	
Other Charges		2,844	
Total Transportation			199,254

Operation of Non-Instructional Services

Community Services

Supervisor/Director	\$	3,640	
Teachers		180,345	
Clerical Personnel		6,719	
Educational Assistants		18,255	
Other Salaries and Wages		13,852	
Social Security		12,998	
Pensions		17,822	
Employer Medicare		3,040	
Other Contracted Services		3,550	
Instructional Supplies and Materials		3,146	
In Service/Staff Development		644	
Other Charges		3,663	
Total Community Services			267,674

(Continued)

Exhibit L-9

Roane County, Tennessee
 Schedule of Detailed Expenditures -
All Governmental Fund Types
 Discretely Presented Roane County School Department (Cont.)

General Purpose School Fund (Cont.)

Operation of Non-Instructional Services (Cont.)

Early Childhood Education

Teachers	\$	146,312	
Educational Assistants		50,833	
Bonus Payments		800	
Certified Substitute Teachers		630	
Non-certified Substitute Teachers		3,215	
Social Security		11,697	
Pensions		17,939	
Life Insurance		165	
Medical Insurance		47,235	
Dental Insurance		1,540	
Local Retirement		1,500	
Employer Medicare		2,736	
Contracts with Other Public Agencies		358,766	
Travel		140	
Other Contracted Services		9,000	
Instructional Supplies and Materials		24,548	
Other Supplies and Materials		2,742	
In Service/Staff Development		1,028	
Total Early Childhood Education			\$ 680,826

Capital Outlay

Regular Capital Outlay

Furniture and Fixtures	\$	10,191	
Motor Vehicles		20,000	
Other Capital Outlay		11,152	
Total Regular Capital Outlay			41,343

Other Debt Service

Education

Debt Service Contribution to Primary Government	\$	98,316	
Total Education			98,316

Total General Purpose School Fund \$ 53,192,735

School Federal Projects Fund

Instruction

Regular Instruction Program

Teachers	\$	628,976	
Educational Assistants		303,056	
Bonus Payments		5,300	
Certified Substitute Teachers		2,790	
Non-certified Substitute Teachers		2,160	
Social Security		54,365	
Pensions		78,964	
Life Insurance		908	
Medical Insurance		210,001	

(Continued)

Exhibit L-9

Roane County, Tennessee
Schedule of Detailed Expenditures -
All Governmental Fund Types
Discretely Presented Roane County School Department (Cont.)

School Federal Projects Fund (Cont.)

Instruction (Cont.)

Regular Instruction Program (Cont.)

Dental Insurance	\$	10,164	
Local Retirement		8,246	
Employer Medicare		12,724	
Other Contracted Services		5,710	
Instructional Supplies and Materials		126,480	
Other Charges		993	
Regular Instruction Equipment		124,882	
Total Regular Instruction Program			\$ 1,575,719

Special Education Program

Educational Assistants	\$	427,186	
Speech Pathologist		4,091	
Social Security		23,315	
Pensions		20,978	
Life Insurance		733	
Medical Insurance		184,708	
Dental Insurance		8,470	
Local Retirement		3,691	
Employer Medicare		5,453	
Contracts with Private Agencies		15,064	
Instructional Supplies and Materials		67,024	
Other Supplies and Materials		5,750	
Special Education Equipment		8,395	
Total Special Education Program			774,858

Career and Technical Education Program

Instructional Supplies and Materials	\$	11,345	
Other Supplies and Materials		10,875	
Vocational Instruction Equipment		112,530	
Total Career and Technical Education Program			134,750

Support Services

Other Student Support

Travel	\$	12,267	
Other Contracted Services		2,519	
Other Supplies and Materials		57	
In Service/Staff Development		11,216	
Other Charges		14,612	
Total Other Student Support			40,671

Regular Instruction Program

Supervisor/Director	\$	59,849	
Secretary(ies)		23,816	
Bonus Payments		1,550	
Other Salaries and Wages		147,706	
In-service Training		2,950	

(Continued)

Exhibit L-9

Roane County, Tennessee
Schedule of Detailed Expenditures -
All Governmental Fund Types
Discretely Presented Roane County School Department (Cont.)

School Federal Projects Fund (Cont.)

Support Services (Cont.)

Regular Instruction Program (Cont.)

Social Security	\$	14,156	
Pensions		23,379	
Life Insurance		122	
Medical Insurance		54,120	
Dental Insurance		1,424	
Local Retirement		1,250	
Employer Medicare		3,311	
Other Contracted Services		5,308	
Other Supplies and Materials		3,680	
In Service/Staff Development		87,687	
Other Equipment		29,486	
Total Regular Instruction Program			\$ 459,794

Special Education Program

Secretary(ies)	\$	39,693	
Clerical Personnel		72,312	
Other Salaries and Wages		340,727	
Social Security		24,664	
Pensions		22,613	
Life Insurance		893	
Medical Insurance		138,301	
Dental Insurance		9,009	
Local Retirement		2,974	
Employer Medicare		5,979	
Travel		914	
Other Contracted Services		108,195	
Other Supplies and Materials		28,568	
In Service/Staff Development		19,964	
Total Special Education Program			814,806

Career and Technical Education Program

In Service/Staff Development	\$	4,707	
Total Career and Technical Education Program			4,707

Transportation

Bus Drivers	\$	1,482	
Social Security		92	
Pensions		71	
Employer Medicare		22	
Diesel Fuel		600	
Total Transportation			2,267

Operation of Non-Instructional Services

Food Service

Food Supplies	\$	184	
Total Food Service			184

Total School Federal Projects Fund \$ 3,807,756

(Continued)

Exhibit L-9

Roane County, Tennessee
Schedule of Detailed Expenditures -
All Governmental Fund Types
Discretely Presented Roane County School Department (Cont.)

Central Cafeteria Fund

Operation of Non-Instructional Services

Food Service

Supervisor/Director	\$	90,730	
Accountants/Bookkeepers		47,605	
Clerical Personnel		87,246	
Cafeteria Personnel		1,124,895	
Social Security		79,458	
Pensions		46,441	
Life Insurance		1,343	
Medical Insurance		287,304	
Dental Insurance		14,707	
Local Retirement		5,820	
Employer Medicare		18,583	
Dues and Memberships		1,041	
Maintenance and Repair Services - Equipment		30,428	
Pest Control		6,720	
Transportation - Other than Students		16,116	
Travel		536	
Disposal Fees		27,624	
Permits		1,280	
Other Contracted Services		18,945	
Food Preparation Supplies		124,656	
Food Supplies		1,378,433	
USDA - Commodities		245,993	
Other Supplies and Materials		6,147	
Workers' Compensation Insurance		20,000	
In Service/Staff Development		12,481	
Other Charges		400	
Food Service Equipment		116,781	
Total Food Service			\$ 3,811,713

Total Central Cafeteria Fund

\$ 3,811,713

School Transportation Fund

Support Services

Transportation

Supervisor/Director	\$	62,140
Mechanic(s)		182,461
Bus Drivers		701,585
Clerical Personnel		36,366
Other Salaries and Wages		213,176
Social Security		71,436
Pensions		59,894
Life Insurance		1,594
Medical Insurance		26,786
Dental Insurance		17,479
Local Retirement		7,159
Employer Medicare		17,175

(Continued)

Exhibit L-9

Roane County, Tennessee
Schedule of Detailed Expenditures -
All Governmental Fund Types
Discretely Presented Roane County School Department (Cont.)

School Transportation Fund (Cont.)

Support Services (Cont.)

Transportation (Cont.)

Retirement - Hybrid Stabilization	\$	5,379	
Communication		3,684	
Maintenance and Repair Services - Equipment		5,296	
Towing Services		3,364	
Disposal Fees		572	
Other Contracted Services		51,495	
Diesel Fuel		235,487	
Garage Supplies		11,830	
Gasoline		32,202	
Lubricants		14,130	
Small Tools		1,373	
Tires and Tubes		26,790	
Vehicle Parts		155,181	
Other Supplies and Materials		2,769	
Vehicle and Equipment Insurance		96,230	
Workers' Compensation Insurance		90,000	
In Service/Staff Development		2,321	
Other Charges		8,607	
Administration Equipment		2,931	
Motor Vehicles		14,284	
Transportation Equipment		3,615	
Total Transportation			\$ 2,164,791

Total School Transportation Fund \$ 2,164,791

Extended School Program Fund

Operation of Non-Instructional Services

Community Services

Other Salaries and Wages	\$	157,884	
Social Security		9,569	
Pensions		2,103	
Life Insurance		33	
Medical Insurance		11,643	
Dental Insurance		385	
Local Retirement		500	
Employer Medicare		2,238	
Retirement - Hybrid Stabilization		67	
Travel		969	
Other Contracted Services		4,550	
Food Supplies		15,770	
Other Supplies and Materials		1,943	
Other Charges		2,433	
Total Community Services			\$ 210,087

Total Extended School Program Fund 210,087

(Continued)

Exhibit L-9

Roane County, Tennessee
Schedule of Detailed Expenditures -
All Governmental Fund Types
Discretely Presented Roane County School Department (Cont.)

<u>Education Capital Projects Fund</u>		
<u>Capital Projects</u>		
<u>Education Capital Projects</u>		
Other Salaries and Wages	\$ 12,424	
Social Security	770	
Pensions	621	
Employer Medicare	180	
Trustee's Commission	19,961	
Building Improvements	521,965	
Other Equipment	610,114	
Total Education Capital Projects		<u>\$ 1,166,035</u>
Total Education Capital Projects Fund		<u>\$ 1,166,035</u>
Total Governmental Funds - Roane County School Department		<u><u>\$ 64,353,117</u></u>

Exhibit L-10

Roane County, Tennessee
Schedule of Detailed Receipts, Disbursements,
and Changes in Cash Balances - City Agency Funds
For the Year Ended June 30, 2019

	Cities - Sales Tax Fund	City School ADA - Oak Ridge Fund	Total
<u>Cash Receipts</u>			
Current Property Taxes	\$ 0	\$ 1,064,923	\$ 1,064,923
Trustee's Collections - Prior Years	0	22,405	22,405
Circuit/Clerk and Master Collections - Prior Years	0	27,822	27,822
Interest and Penalty	0	4,826	4,826
Pickup Taxes	0	826	826
Payments in-Lieu-of Taxes - Local Utilities	0	19,707	19,707
Local Option Sales Tax	7,803,465	603,297	8,406,762
Licenses	0	214	214
Contributions	0	19	19
Mixed Drink Tax	0	163	163
Total Cash Receipts	<u>\$ 7,803,465</u>	<u>\$ 1,744,202</u>	<u>\$ 9,547,667</u>
<u>Cash Disbursements</u>			
Remittance of Revenues Collections	\$ 7,725,430	\$ 1,716,608	\$ 9,442,038
Trustee's Commission	78,035	28,202	106,237
Total Cash Disbursements	<u>\$ 7,803,465</u>	<u>\$ 1,744,810</u>	<u>\$ 9,548,275</u>
Excess of Cash Receipts Over (Under)			
Cash Disbursements	\$ 0	\$ (608)	\$ (608)
Cash Balance, July 1, 2018	0	3,201	3,201
Cash Balance, June 30, 2019	<u>\$ 0</u>	<u>\$ 2,593</u>	<u>\$ 2,593</u>

SINGLE AUDIT SECTION



JUSTIN P. WILSON
Comptroller

JASON E. MUMPOWER
Deputy Comptroller

Report on Internal Control Over Financial Reporting and on Compliance and Other Matters Based on an Audit of Financial Statements Performed in Accordance With *Government Auditing Standards*

Independent Auditor's Report

Roane County Executive and
Board of County Commissioners
Roane County, Tennessee

To the County Executive and Board of County Commissioners:

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the financial statements of the governmental activities, the business-type activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of Roane County, Tennessee, as of and for the year ended June 30, 2019, and the related notes to the financial statements, which collectively comprise Roane County's basic financial statements, as listed in the table of contents, and have issued our report thereon dated October 31, 2019.

Internal Control Over Financial Reporting

In planning and performing our audit of the financial statements, we considered Roane County's internal control over financial reporting (internal control) to determine the audit procedures that are appropriate in the circumstances for the purpose of expressing our opinions on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of Roane County's internal control. Accordingly, we do not express an opinion on the effectiveness of Roane County's internal control.

A *deficiency in internal control* exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, misstatements on a timely basis. A *material weakness* is a deficiency, or a combination of deficiencies, in internal control, such that there is a reasonable possibility that a material misstatement of the entity's financial statements will not be prevented, or detected and corrected on a timely basis. A *significant deficiency* is a deficiency, or a combination of deficiencies, in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance.

Our consideration of internal control was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control that might be material weaknesses or significant deficiencies. Given these limitations, during our audit we did not identify any deficiencies in internal control that we consider to be material weaknesses. We

did identify a certain deficiency in internal control, described in the accompanying Schedule of Findings and Questioned Costs that we consider to be a significant deficiency: 2019-001.

Compliance and Other Matters

As part of obtaining reasonable assurance about whether Roane County's financial statements are free from material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion. The results of our tests disclosed an instance of noncompliance or other matter that is required to be reported under *Government Auditing Standards* and is described in the accompanying Schedule of Findings and Questioned Costs as item: 2019-002.

Roane County's Responses to the Findings

Roane County's responses to the findings identified in our audit are described in the accompanying Schedule of Findings and Questioned Costs. Roane County's responses were not subjected to the auditing procedures applied in the audit of the financial statements and, accordingly, we express no opinion on them.

Purpose of this Report

The purpose of this report is solely to describe the scope of our testing of internal control and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the entity's internal control or on compliance. This report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering Roane County's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

Very truly yours,



Justin P. Wilson
Comptroller of the Treasury
Nashville, Tennessee

October 31, 2019

JPW/tg



JUSTIN P. WILSON
Comptroller

JASON E. MUMPOWER
Deputy Comptroller

Report on Compliance for Each Major Federal Program; Report on Internal Control Over Compliance; and Report on the Schedule of Expenditures of Federal Awards Required by the Uniform Guidance

Independent Auditor's Report

Roane County Executive and
Board of County Commissioners
Roane County, Tennessee

To the County Executive and Board of County Commissioners:

Report on Compliance for Each Major Federal Program

We have audited Roane County's compliance with the types of compliance requirements described in the *OMB Compliance Supplement* that could have a direct and material effect on each of Roane County's major federal programs for the year ended June 30, 2019. Roane County's major federal programs are identified in the summary of auditor's results section of the accompanying Schedule of Findings and Questioned Costs.

Management's Responsibility

Management is responsible for compliance with the federal statutes, regulations, and the terms and conditions of its federal awards applicable to its federal programs.

Auditor's Responsibility

Our responsibility is to express an opinion on compliance for each of Roane County's major federal programs based on our audit of the types of compliance requirements referred to above. We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; and the audit requirements of Title 2 U.S. *Code of Federal Regulations* Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance). Those standards and the Uniform Guidance require that we plan and perform the audit to obtain reasonable assurance about whether noncompliance with the types of compliance requirements referred to above that could have a direct and material effect on a major federal program occurred. An audit includes examining, on a test basis, evidence about Roane County's compliance with those requirements and performing such other procedures as we considered necessary in the circumstances.

We believe that our audit provides a reasonable basis for our opinion on compliance for each major federal program. However, our audit does not provide a legal determination of Roane County's compliance.

Opinion on Each Major Federal Program

In our opinion, Roane County complied, in all material respects, with the types of compliance requirements referred to above that could have a direct and material effect on each of its major federal programs for the year ended June 30, 2019.

Report on Internal Control Over Compliance

Management of Roane County is responsible for establishing and maintaining effective internal control over compliance with the types of compliance requirements referred to above. In planning and performing our audit of compliance, we considered Roane County's internal control over compliance with the types of requirements that could have a direct and material effect on each major federal program to determine the auditing procedures that are appropriate in the circumstances for the purpose of expressing an opinion on compliance for each major federal program and to test and report on internal control over compliance in accordance with the Uniform Guidance, but not for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, we do not express an opinion on the effectiveness of Roane County's internal control over compliance.

A deficiency in internal control over compliance exists when the design or operation of a control over compliance does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, noncompliance with a type of compliance requirement of a federal program on a timely basis. *A material weakness in internal control over compliance* is a deficiency, or combination of deficiencies, in internal control over compliance, such that there is a reasonable possibility that material noncompliance with a type of compliance requirement of a federal program will not be prevented, or detected and corrected, on a timely basis. *A significant deficiency in internal control over compliance* is a deficiency, or a combination of deficiencies, in internal control over compliance with a type of compliance requirement of a federal program that is less severe than a material weakness in internal control over compliance, yet important enough to merit attention by those charged with governance.

Our consideration of internal control over compliance was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control over compliance that might be material weaknesses or significant deficiencies. We did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses. However, material weaknesses may exist that have not been identified.

The purpose of this report on internal control over compliance is solely to describe the scope of our testing of internal control over compliance and the results of that testing based on the requirements of the Uniform Guidance. Accordingly, this report is not suitable for any other purpose.

Report on Schedule of Expenditures of Federal Awards Required by the Uniform Guidance

We have audited the financial statements of the governmental activities, the business-type activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of Roane County, Tennessee, as of and for the year ended June 30, 2019, and the related notes to the financial statements, which collectively comprise Roane County's basic financial statements. We issued our report thereon dated October 31, 2019, which contained unmodified opinions on those financial statements. Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the basic financial statements. The accompanying Schedule of Expenditures of Federal Awards is presented for purposes of additional analysis as required by the Uniform Guidance and is not a required part of the basic financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. The information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the Schedule of Expenditures of Federal Awards is fairly stated in all material respects in relation to the basic financial statements as a whole.

Very truly yours,



Justin P. Wilson
Comptroller of the Treasury
Nashville, Tennessee

October 31, 2019

JPW/tg

Roane County, Tennessee, and the Roane County School Department
Schedule of Expenditures of Federal Awards and State Grants (1) (2)
For the Year-Ended June 30, 2019

Federal/Pass-Through Agency/State Grantor Program Title	Federal CFDA Number	Pass-through Entity Identifying Number	Expenditures
U.S. Department of Agriculture:			
Passed-through State Department of Education:			
Child Nutrition Cluster: (4)			
School Breakfast Program	10.553	N/A	\$ 749,050
National School Lunch Program	10.555	N/A	2,037,127 (5)
Summer Food Service Program for Children	10.559	N/A	27,715
Fresh Fruit and Vegetable Program	10.582	N/A	27,980
Passed-through State Department of Agriculture:			
Child Nutrition Cluster: (4)			
National School Lunch Program (Commodities - Noncash Assistance)	10.555	N/A	245,993 (5)
National School Lunch Program (Commodities - Cash Assistance)	10.555	N/A	10,804 (5)
Direct Program:			
Special Supplemental Nutrition Program for Women, Infants, and Children	10.557	N/A	<u>24,314</u>
Total U.S. Department of Agriculture			<u>\$ 3,122,983</u>
U.S. Department of Commerce:			
Passed-through State Department of Economic and Community Development:			
Economic Development Cluster: (4)			
Economic Adjustment Assistance	11.307	(3)	<u>\$ 844,125 (6)</u>
Total U.S. Department of Commerce			<u>\$ 844,125</u>
U.S. Department of Military:			
Passed-through State Department of General Services:			
Section 1033 Excess Property Program (Noncash Assistance)	12.U01	N/A	<u>\$ 15,870 (7)</u>
Total U.S. Department of Military			<u>\$ 15,870</u>
U.S. Department of Housing and Urban Development:			
Passed-through Tennessee Housing Development Agency:			
Community Development Block Grants/State's Program and Non-Entitlement Grants in Hawaii			
	14.228	N/A	\$ 297,373
Home Investment Partnerships Program	14.239	N/A	<u>249,926</u>
Total U.S. Department of Housing and Urban Development			<u>\$ 547,299</u>
U.S. Department of Justice:			
Direct Program:			
Drug Court Discretionary Grant Program	16.585	N/A	\$ 38,944
Bulletproof Vest Partnership Program	16.607	N/A	1,623
Edward Byrne Memorial Justice Assistance Grant Program	16.738	N/A	<u>54,027</u>
Total U.S. Department of Justice			<u>\$ 94,594</u>
U.S. Department of Transportation:			
Passed-through State Department of Transportation:			
Highway Safety Cluster: (4)			
State and Community Highway Safety	20.600	(3)	<u>\$ 29,294</u>
Total U.S. Department of Transportation			<u>\$ 29,294</u>
U.S. Department of Energy:			
Passed-through State Department of Military:			
Environmental Monitoring/Cleanup, Cultural and Resource Mgmt., Emergency Response Research, Outreach, Technical Analysis			
	81.214	34101-21217	<u>\$ 21,360</u>
Total U.S. Department of Energy			<u>\$ 21,360</u>
U.S. Department of Education:			
Passed-through State Department of Education:			
Title 1 Grants to Local Educational Agencies	84.010	N/A	\$ 1,585,589
Special Education Cluster: (4)			
Special Education - Grants to States	84.027	N/A	1,611,739
Special Education - Preschool Grants	84.173	N/A	71,710
Career and Technical Education - Basic Grants to States	84.048	N/A	165,459

(Continued)

Roane County, Tennessee, and the Roane County School Department
Schedule of Expenditures of Federal Awards and State Grants (1) (2) (Cont.)

Federal/Pass-Through Agency/State Grantor Program Title	Federal CFDA Number	Pass-through Entity Identifying Number	Expenditures
U.S. Department of Education (Cont.):			
Passed-through State Department of Education (Cont.):			
Rural Education	84.358	N/A	\$ 113,303
Improving Teacher Quality State Grants	84.367	N/A	269,959
Student Support and Academic Enrichment Program	84.424	N/A	109,423
Total U.S. Department of Education			\$ 3,927,182
U.S. Department of Health and Human Services:			
Direct Program:			
Substance Abuse and Mental Health Services Projects of Regional and National Significance	93.243	N/A	\$ 166,655
Passed-through State of Department of Human Services:			
Child Support Enforcement	93.563	34513-22213	43,248
CCDF Cluster: (4)			
Child Care and Development Block Grant	93.575	N/A	34,627
Passed-through State of Department of Health:			
Family Planning Services	93.217	GG1959461	9,225
Maternal and Child Health Service Block Grant to the States	93.994	GG1959461	14,846
Medicaid Cluster: (4)			
Medical Assistance Program	93.778	GG1959461	16,753
Total U.S. Department of Health and Human Services			\$ 285,354
Executive Office of the President:			
Passed-through Laurel County, Kentucky Fiscal Court:			
High Intensity Drug Trafficking Areas Program	95.001	(3)	\$ 10,447
Total Executive Office of the President			\$ 10,447
U.S. Department of Homeland Security:			
Passed-through State Department of Military:			
Emergency Management Performance Grants	97.042	34101-02419	\$ 43,500
Homeland Security Grant Program	97.067	34101-28516	12,208
Total U.S. Department of Homeland Security			\$ 55,708
Total Expenditures of Federal Grants			\$ 8,954,216

<u>State Grants</u>		Contract Number	
Rural Local Health Services Grant - State Department of Health	N/A	(3)	\$ 158,969
State Supplemental Juvenile Court Improvement Funds Grant - State Department of Children Services	N/A	35910-203391	9,000
Tennessee Certified Recovery Court - State Department of MHSAS	N/A	(3)	39,990
Litter Program - State Department of Transportation	N/A	(3)	43,537
Early Childhood Education - State Department of Education	N/A	(3)	647,781
Coordinated School Health - State Department of Education	N/A	(3)	90,000
Family Resource Center	N/A	(3)	29,342
Safe Schools - State Department of Education	N/A	(3)	61,148
School Safety - State Department of Education	N/A	(3)	70,952
Lottery for Education-PreK - State Department of Education	N/A	(3)	276,909
Work Based Learning Grant- State Department of Economic & Community Development	N/A	(3)	22,246
Child Care Assistance - State Department of Human Services	N/A	(3)	14,169

(Continued)

Roane County, Tennessee, and the Roane County School Department
Schedule of Expenditures of Federal Awards and State Grants (1) (2) (Cont.)

<u>State Grants (Cont.)</u>	<u>Contract Number (Cont.)</u>		
Access to Health Through Healthy Active Built Environments Grant - State Department of Health	N/A	GG-19-59099-00	\$ 29,260.00
School Bus Seat Restraint - Tennessee Department of Education	N/A	(3)	<u>44,800.00</u>
Total State Grants			<u>\$ 1,538,103</u>

CFDA = Catalog of Federal Domestic Assistance
N/A = Not Applicable

- (1) Presented in conformity with generally accepted accounting principles using the modified accrual basis of accounting.
- (2) Roane County elected not to use the 10% de minimis cost rate permitted in the Uniform Guidance.
- (3) Information not available.
- (4) Child Nutrition Cluster total \$3,070,689; Economic Development Cluster \$844,125; Highway Safety Cluster \$29,294; Special Education Cluster \$1,683,449; CCDF Cluster \$34,627; Medicaid Cluster \$16,753.
- (5) Total for CFDA No. 10.555 is \$2,293,924.
- (6) Loan with continuing requirements:
In previous years, Roane County received revolving loans funds from the U.S. Department of Commerce that were passed through the state Department of Economic and Community Development to loan to private industries. These funds were loaned to various businesses within Roane County who then must repay the county for the loan. During the year, Roane County received loan repayments of \$108,200.94 from these businesses and made additional loans of \$113,718.33. At June 30, 2018, Roane County had unspent revolving loan proceeds of \$448,312 on hand. Roane County also had notes receivable due from businesses of \$458,485 as of June 30, 2019.
- (7) During the year ended June 30, 2019, Roane County received excess military equipment from the U.S. Department of Military valued at \$15,870.

<u>SUBRECIPIENTS</u>	<u>Federal CFDA Number</u>	<u>Amount Provided to Subrecipient</u>	<u>Subrecipient</u>
<u>Title 1 Grants to Local Educational Agencies</u>	84.010	\$74,002	Kingston Academy

Roane County, Tennessee
Summary Schedule of Prior-year Findings
For the Year Ended June 30, 2019

Government Auditing Standards require auditors to report the status of uncorrected findings from prior audits. In addition, OMB's Uniform Guidance requires auditees to report the status of all prior-year findings whether corrected or not. Presented below are financial statement findings along with their current status from the Annual Financial Report for Roane County, Tennessee, for the year ended June 30, 2019.

Prior-year Financial Statement Findings

There were no prior-year financial statement findings to report.

Prior-year Federal Awards Findings

There were no prior-year federal award findings to report.

ROANE COUNTY, TENNESSEE

SCHEDULE OF FINDINGS AND QUESTIONED COSTS

For the Year Ended June 30, 2019

PART I, SUMMARY OF AUDITOR'S RESULTS

Financial Statements:

1. Our report on the financial statements of Roane County is unmodified.
2. Internal Control Over Financial Reporting:
 - * Material weakness identified? **NO**
 - * Significant deficiency identified? **YES**
3. Noncompliance material to the financial statements noted? **NO**

Federal Awards:

4. Internal Control Over Major Federal Programs:
 - * Material weakness identified? **NO**
 - * Significant deficiency identified? **NONE REPORTED**
5. Type of report auditor issued on compliance for major programs. **UNMODIFIED**
6. Any audit findings disclosed that are required to be reported in accordance with 2 CFR 200.516(a)? **NO**
7. Identification of major federal programs:
 - * CFDA Numbers 10.553, 10.555, and 10.559 Nutrition Cluster: School Breakfast Program, National School Lunch Program, and Summer Food Service Program for Children
8. Dollar threshold used to distinguish between Type A and Type B Programs. **\$750,000**
9. Auditee qualified as low-risk auditee? **YES**

PART II, FINDINGS RELATING TO THE FINANCIAL STATEMENTS

Findings and recommendations, as a result of our audit, are presented below. We reviewed these findings and recommendations with management to provide an opportunity for their response. Written responses for all findings are paraphrased and presented following each finding and recommendation. Management's corrective action plans, whether related to the financial statements or federal awards, are presented separately in the Management's Corrective Action Plan in the Single Audit Section of this report. Findings relating specifically to the audit of federal awards, if any, are separately presented under Part III, Findings and Questioned Costs for Federal Awards.

OFFICE OF COUNTY EXECUTIVE

FINDING 2019-001 **THE AMBULANCE SERVICE HAD ACCOUNTING DEFICIENCIES**
(Internal Control – Significant Deficiency Under *Government Auditing Standards*)

The following accounting deficiencies were noted in the operation of the Ambulance Service. These deficiencies are the result of a lack of management oversight.

- A. The Ambulance Service accounts receivable control account was not reconciled with billings, collections, and write-offs for a contracted collection agency. The Ambulance Service receives monthly reports of charges, collections, and receivables from the billing agency. However, contrary to sound business practice, management has not reconciled the billing agency reports with collections received by the county. As a result, our audit procedures discovered that \$152,039 of funds collected by the county prior to June 30, 2019, had not been posted against receivables by the billing agency until July and August 2019. Some of these collections had been deposited into the county trustee's bank account as early as September 2018. The failure to reconcile the accounts receivable control account with billings, collections, and write-offs is a significant deficiency in internal controls, which could lead to inaccurate billing and a loss of county revenue.
- B. Patient receivable account listings were not reviewed on a routine basis to determine collection status and to write-off amounts deemed uncollectible. On October 13, 2011, the Roane County Emergency Management Service (EMS) Committee adopted an aged medical transport account policy and an account write-off policy for medical transportation deemed uncollectable for the Roane County Office of Emergency Services EMS Division; however, there was no evidence that these policies were being consistently applied. Sound business practices dictate that written policies governing the collection and write-off of customer accounts be consistently applied.

RECOMMENDATION

Ambulance Service management should regularly reconcile the accounts receivable control account with billings, collections, and write-offs managed by a contracted collection agency to ensure amounts are properly posted to patients' accounts. All patient accounts should be reviewed periodically to determine their collection status. Written policies concerning the

billing, collection, and write-off of customer accounts should be followed to ensure consistent and uniform treatment of customers.

MANAGEMENT'S RESPONSE – COUNTY EXECUTIVE

After a thorough review of the Ambulance Accounts Receivable finding, we discovered that the Accounts Receivable Aging Report (provided by our billing vendor) was overstating the amounts owed to Roane County. This overstatement of accounts receivable was due to a timing issue where Roane County had received certain payments, but the billing vendor's posting was at a later date. The issue came to the auditors' and county's attention due to a number of large payments from the Department of Labor received by Roane County but still being reflected as outstanding. These payments were directly deposited into the county's account without the billing vendor's knowledge. This situation apparently began March 2019.

Roane County will take the needed steps to ensure that the annual posting of the account receivables will be thoroughly reviewed and reconciled with the billing vendor. Further, Roane County will review the write-off policy and work with the billing vendor to ensure that accounts are written off and thus not being reflected in the Aging Report.

Roane County was following policy for transferring accounts from our billing vendor to a collection agency; however, we will ensure that the amount of our accounts that are transferred to collections shall be reduced from the Aging Report. The Aging Report is what is used for annual posting of accounts receivable. It appears that the accounts receivable posted as 2019 revenue was within acceptable range and just the Balance Sheet accounts receivable was overstated. No individual was improperly billed.

OFFICE OF DIRECTOR OF SCHOOLS

FINDING 2019-002

EXPENDITURES EXCEEDED APPROPRIATIONS IN ONE OF 25 MAJOR APPROPRIATIONS CATEGORIES OF THE GENERAL PURPOSE SCHOOL FUND (Noncompliance Under *Government Auditing Standards*)

Expenditures exceeded appropriations approved by the county commission in the Career and Technical Education Program major appropriation category (the legal level of control) of the General Purpose School Fund by \$77,506. This deficiency was the result of the School Department creating a new CTE Counselor position that was not included in the original budget approved by the county commission. This new position and the corresponding budget amendments were approved by the School Board at four different meetings during the fiscal year, and the School Board presented these budget amendments on four occasions to the county commission. However, on each occasion, the budget amendments were not approved by the county commission.

The appropriations resolution approved by the county commission states that “the salary, wages, or remuneration of each officer, employee, or agent of the county shall not be in excess of the amount authorized by existing state law or as set forth in the estimate of expenditures, which accompanies this resolution and shall not be expended for any other purpose but provisions for such salaries, by any department, agency or division of the county. Such appropriations shall constitute the limit to the expenditures of any department, agency or

division for the year ending June 30, 2019". Therefore, the salaries that exceeded line-item appropriations were expenditures not authorized by the county commission.

Section 5-9-401, *Tennessee Code Annotated*, also states that "All funds from whatever source derived, including, but not limited to, taxes, county aid funds, federal funds, and fines, that are to be used in the operation and respective programs for the various departments, commissions, institutions, boards, offices, and agencies of county governments shall be appropriated to such use by the county legislative bodies." These deficiencies exist because management failed to hold spending to the limits authorized by the county commission, which resulted in unauthorized expenditures.

RECOMMENDATION

Expenditures should be held within appropriations approved by the county commission.

MANAGEMENT'S RESPONSE – DIRECTOR OF SCHOOLS

We concur that there was an overspent Major Category in the General Purpose School Fund. The budget resolution also states in section 20, "that any resolution which may hereafter be presented to the Roane County Legislative Body providing appropriations in addition to those made by the budget appropriations resolution shall specifically provide, during the fiscal year in which the expenditure is to be made, funds to meet such additional appropriations either in revenue or fund balance". It should be noted that additional revenue or use of fund balance was not needed as we used savings in other expenditure categories to add the position and therefore did not increase overall appropriations. We submitted budget amendments several times in accordance with state statutes and local procedures to correct this and the county commission failed to approve. Our budget amendment did not require additional funding and was within the total appropriations set by the county commission. The Roane County Board of Education and Director of Schools reserve the right and has the duty as outlined in state statute to run the school system, as they deem appropriate. The Roane County Board of Education and Director of Schools will not allow the Roane County Commission to exert line item control over the School System's budget or influence who the school system hires as the county commission does not have that authority under state statute.

MANAGEMENT'S RESPONSE – ROANE COUNTY SCHOOL ATTORNEY

I serve as counsel to the Roane County Board of Education. In that capacity, I have been alerted to a possible audit finding regarding the failure of the Roane County Commission to approve a timely-requested fund transfer from one category to another in the approved school budget.

The facts of the issue involve a decision of the board to create a position within the career and technical education program to serve the needs of students. The board sought to transfer funds within the previously-approved school budget to fund this instructional position. It should be noted for the record that the funds transfer request did not result in a request to expand the school budget as the position could be funded within previously appropriated funding. Without providing any explanation for the decision, the county commission rejected the budget funds transfer. It is my understanding that the county commission was advised by the county attorney in open session that such inaction was not legally defensible. Of course, the result was that the school system ended the fiscal year with a line item in its budget that appeared overspent.

There is no statutory authority for the county commission to exercise any control or domain over positions established by the board of education so long as those positions can be funded within the approved budget of the school system. Neither the county mayor nor any commissioner can point to any statute that provides them with any authority to determine whom the Director of Schools selects to fill a position. *Tennessee Code Annotated* Section 49-2-101 lists the duties of the county commission related to the school system that are limited to the following: [in summary form]: (1) Consider, [up]on recommendation of the county board of education, the school budget and to provide necessary funds to enable the county board to meet all obligations under the adopted budget; (2) Require the county board of education to make a quarterly report of the receipts and expenditures of public school funds; (3) Require its finance committee to examine the accounts of the school system any time it may appear that the school board is misusing funds or exceeding its budget; (4) Submit to the voters a referendum when bonds are proposed for purchasing property or erecting school buildings; (5) Levy such tax as may be necessary to pay for interest on school construction bonds and provide a sinking fund for payment of the bonds; (6) Levy taxes to fund the budgets adopted by the school board and the county commission; (7) Levy sufficient taxes for the purchase of property or the construction of buildings or to pay for school bonds for that purpose; and (8) Provide funds to erect a suitable first-class high school. There exists no legal authority for a county commission to exercise any authority, control, or domain over school system personnel that power being reserved to the board of education and the director of schools pursuant to the clear and unambiguous provisions of *Tennessee Code Annotated* Sections 49-2-203 and 301.

Tennessee Courts have been very specific in their opinions related to the amount of control over school budgets that a county commission may exercise once the budget is approved. "[T]he limitation on a county commission's right to exercise a line-item veto requires an understanding that the local school systems are separate from the county governments. *Cloudia Hill v. McNairy County*, No. 03-1219-T, 2004 WL 187314, at *1 (W.D. Tenn. Jan. 15, 2004); see also *Boles*, 280 S.W. 27 (Tenn. 1926) (holding that our courts have long recognized the separation of the powers of the two entities). It also requires an understanding that while the county government controls funding, "the local board of education has exclusive control over many operational aspects of education policy." *State ex rel. Weaver v. Ayers*, 756 S.W.2d 217, 221-22 (Tenn. 1988). The two entities have separate origins, functions, and management. The separate origin of each is succinctly explained in *Rollins v. Wilson County Government*, 967 F.Supp. 990, 996 (M.D. Tenn. 1997)." *Putnam County Education Association v. Putnam County Commission*, 2005 Tenn.App.LEXIS 450 (Tenn.Ct.App, August 1, 2005). The opinion further states that "[T]hough they have separate origins and functions and the management of each is autonomous of the other, interaction between the two entities is a necessity. This is because the county controls the purse strings, and it is not compelled to provide the funding requested by the school system, while the supervision and control of the schools of the county, the employment of teachers, the fixing of salaries and erecting of buildings is vested in the county board of education. *Boles*, 280 S.W. at 28. Thus, tension -- if not litigation -- occurs when the county refuses to adopt the budget proposed by the school system. Although the county commission has no supervisory authority over the board of education, the legislature vested the authority to appropriate funds for county purposes, including education, in the county commission. *Id.*"

This entire matter is not, however, about the adoption of a budget that funds the school system; rather, this matter is about the county commission's attempt to control the hiring of school system personnel by attempting to exercise line-item veto authority within the previously approved school budget. Clearly, according to the opinion of the court of appeals cited herein and numerous other authorities, the action - or indeed inaction - of the county commission was an ultra vires act without basis in law. The facts reveal that the school board exercised responsible action in the hiring of personnel and the timely presentation of a required, transparent budget amendment needed to keep the appropriated funds balanced.

It is the opinion of this office that any audit exception or finding that results from a line item imbalance in the school board budget for Fiscal Year 2018-2019 ought to be assigned to the county commission for dereliction of its duties.

AUDITOR'S COMMENT

As stated in the finding, the appropriations resolution adopted by the county commission states that “the salary, wages, or remuneration of each officer, employee, or agent of the county shall not be in excess of the amount authorized by existing state law or as set forth in the estimate of expenditures, which accompanies this resolution and shall not be expended for any other purpose but provisions for such salaries, by any department, agency or division of the county. Such appropriations shall constitute the limit to the expenditures of any department, agency or division for the year ending June 30, 2019.”

Also, as stated in the finding, Section 5-9-401, *Tennessee Code Annotated (TCA)*, states that “All funds from whatever source derived, including, but not limited to, taxes, county aid funds, federal funds, and fines, that are to be used in the operation and respective programs for the various departments, commissions, institutions, boards, offices, and agencies of county governments shall be appropriated to such use by the county legislative bodies.”

Therefore, since the General Purpose School Fund’s spending authority is derived from the appropriations resolution and Section 5-9-401 (*TCA*), the salaries that exceeded line-item appropriations were expenditures not authorized by the county commission.

PART III, FINDINGS AND QUESTIONED COSTS FOR FEDERAL AWARDS

There were no findings and questioned costs related to federal awards for the year ended June 30, 2019.

Roane County, Tennessee
Management's Corrective Action Plan
For the Year Ended June 30, 2019

We reviewed the financial statement and federal award findings and recommendations with management to provide an opportunity for their response as required by the auditee requirements within Title 2 U.S. *Code of Federal Regulations* Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance). Management's corrective action plans for all financial statement findings and federal award findings are presented in this section and have been indexed below. The corrective action plans were prepared by management and have been presented as they were submitted.

Finding Number	Title of Finding	Corrective Action Plan Page Number
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OFFICE OF COUNTY EXECUTIVE

2019-001	The Ambulance Service had Accounting Deficiencies	297
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OFFICE OF DIRECTOR OF SCHOOLS

2019-002	Expenditures Exceeded Appropriations in One of 25 Major Appropriations Categories of the General Purpose School Fund	298
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Office of the County Executive
Roane County Courthouse

Corrective Action Plan

FINDING: THE AMBULANCE SERVICE HAD ACCOUNTING DEFICIENCIES

Response and Corrective Action Plan Prepared by:
Ron Woody, County Executive

Person Responsible for Implementing the Corrective Action:
Ron Woody, County Executive

Anticipated Completion Date of Corrective Action:
December 30, 2019

Repeat Finding:
No

Planned Corrective Action:

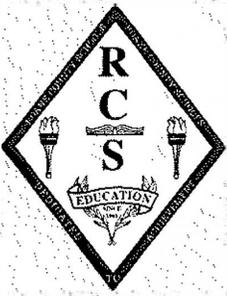
A. The Director of Accounts and Budgets will have a staff member print off monthly the bank statement and submit that in excel format to the Roane County Emergency Management Service (EMS) staff and AMB (Ambulance Service's agency for collections) and in return a "Batch Listing" will be submitted to the Director of Accounts and Budgets weekly as well. These two reports will be reconciled on a monthly basis and any discrepancies will be researched and documented.

At June 30th Closing, the Accounts and Budgets staff will wait to post the year end receivables until the July Batch Listing has been submitted and receivables are adjusted accordingly. Confirmation from the EMS staff will be expected to confirm totals. August reports will have to become a client proposed audit adjustment due to the timing of the audit.

B. On a quarterly basis the Director of the EMS will review all write offs and report these write-offs to the Roane County Emergency Medical Service (EMS) Committee.

Individual Patient receivable account listing will be reviewed during this time period to ensure that proper write-offs have been taken and a report will be signed off by the Director to ensure that this procedure is being followed.


Ron Woody, County Executive



Roane County Schools

LaDonna McFall, Ed.D., Director of Schools

105 Bluff Road
Kingston, TN 37763-9781

Phone: (865) 376-5592
Fax: (865) 376-1284
www.roaneschools.com

Corrective Action Plan

FINDING: EXPENDITURES EXCEEDED APPROPRIATIONS IN ONE OF 25 MAJOR APPROPRIATIONS CATEGORIES

Response and Corrective Action Plan Prepared by:
Eric Harbin, School Business Manager

Person Responsible for Implementing the Corrective Action:
Eric Harbin, School Business Manager

Anticipated Completion Date of Corrective Action:
N/A – We followed the law and submitted appropriate budget amendments to correct this overspent category so there would be no date of corrective action as the school system did all it could in a timely manner and within the law to avoid this finding.

Repeat Finding:
No

Planned Corrective Action:
The Roane County School System will continue to submit budgets and budget amendments in accordance with state statutes and local procedures. The Roane County Board of Education and Director of Schools reserve the right and has the duty as outlined in state statute to run the school system, as they deem appropriate. The Roane County Board of Education and Director of Schools will not allow the Roane County Commission to exert line item control over the School System's budget or influence who the school system hires as the County Commission does not have that authority under state statute.

Signature: _____